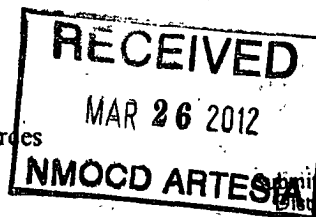


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-141
Revised October 10, 2003
2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

NMLB1209749312

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG. OPERATING LLC 229137	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Foster Eddy Tank Battery	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-049998-A
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LOCATION OF RELEASE

Unit Letter	Section 17	Township 17S	Range 31E	Feet from the	North/South Line	Feet from the	East/West Line	County
								Eddy

Latitude 32 50.070 Longitude 103 53.438

32.8345 103.8906

NATURE OF RELEASE

Type of Release	Produced water w/ skim oil	Volume of Release	160bbls	Volume Recovered	160bbls
Source of Release	Produced water tank	Date and Hour of Occurrence	03/13/2012	Date and Hour of Discovery	03/13/2012 7:00 p.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher-OCD Jim Amos-BLM Terry Gregston-BLM		
By Whom?	Josh Russo	Date and Hour	03/14/2012 7:43 p.m.		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

The alarm system failed at the tank battery causing the produced water tank to overflow. Electricians have corrected the problem.

Describe Area Affected and Cleanup Action Taken.*

Initially 160bbls were released into the lined dike of the Foster Eddy Tank Battery. Due to the volume of the release, some of the fluid was able to reach a portion of the tank battery that is not lined with 40mil plastic. Tetra Tech will take soils samples of the spill area in the unlined portion of the tank battery to delineate any possible contamination from the release. We will submit a work plan to the NMOCD/BLM for approval prior to any significant remediation work.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature:		OIL CONSERVATION DIVISION	
Printed Name:	Josh Russo	Signed By:	
Title:	HSE Coordinator	Approved by District Supervisor:	
E-mail Address:	jrusso@conchoresources.com	Approval Date:	APR 06 2012
Date:	03/26/2012	Expiration Date:	
Phone:	432-212-2399	Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:
5/6/2012

2RP-1084