

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

RECEIVED  
DEC 15 2010  
NMOCD ARTESIA

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

### Release Notification and Corrective Action

nmlb10351.36241 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.	423-230-0077
Facility Name	BISCUIT HILLS SWD #1	Facility Type	SWD Facility
Surface Owner	Federal	Mineral Owner	
		Lease No.	NMLC-029395B (API#) 30-015-28142

### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	29	17S	31E	950	SOUTH	1980	EAST	Eddy

Latitude 32.80075 Longitude 103.889633

### NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	1822bbbls	Volume Recovered	1820bbbls
Source of Release	Pump	Date and Hour of Occurrence	02/25/2010	Date and Hour of Discovery	02/25/2010 2:00 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 Paul Evans-BLM		
By Whom?	Josh Russo	Date and Hour	02/26/2010	1:52 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.\*

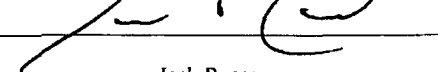
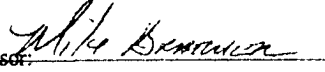
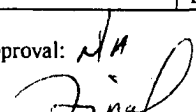
A broken 1x4 swedge was the cause of the release. The broken swedge has been replaced with a new one.

Describe Area Affected and Cleanup Action Taken.\*

The entire release of 1822 bbls was completely contained within the boundary of the dike wall, which is lined with 40 mil plastic. A vacuum truck was called and recovered 1820 bbls of fluid. All contaminated gravel has been removed from the dike and hauled to the appropriate disposal facility. Clean gravel has been added to the facility as necessary. The facility has been returned to its prior condition.

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.

### OIL CONSERVATION DIVISION

Signature: 	Approved by District Supervisor: 	
Printed Name: Josh Russo	Approval Date: DEC 17 2010	Expiration Date: NA
Title: HSE Coordinator	Conditions of Approval: 	Attached <input type="checkbox"/>
E-mail Address: jrusso@conchoresources.com		
Date: 12/15/2010 Phone: 432-212-2399		

\* Attach Additional Sheets If Necessary

2RP-500