

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

JAN 28 2011

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

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Biscuit Hills #1	Facility Type	SWD

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-029395B (API#) 30-015-28142
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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					Eddy

Latitude 32 47.249 Longitude 103 57.567

NATURE OF RELEASE

Type of Release	Oil	Volume of Release	15bbbls	Volume Recovered	0bbbls
Source of Release	Check valve on load line	Date and Hour of Occurrence	01/14/2011	Date and Hour of Discovery	01/14/2011 11:00 a.m.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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.*

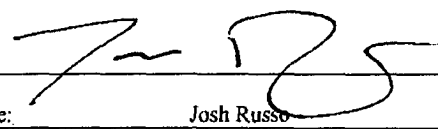
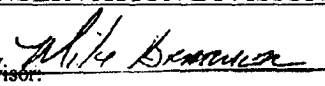
Describe Cause of Problem and Remedial Action Taken.*

4inch 300 threaded check valve on load line was left partially open. The valve has been closed.

Describe Area Affected and Cleanup Action Taken.*

Initially 15bbbls was released from the valve at the load line and we were unable to recover any fluid from the release. The spill area measured 3' x 100' in front of the load line on the location; 2' x 200' ran off of the location into the pasture and accumulated into a 20' x 20' area. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a remediation 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		Approved by District Supervisor: 	
Title: HSE Coordinator	Approval Date: 2/9/2011	Expiration Date:	
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>	
Date: 01/28/2011 Phone: 432-212-2399	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:		

* Attach Additional Sheets If Necessary

3/9/2011

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