

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

AUG 23 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

NMLB 1125155040

229137

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	True Grit Fee	Facility Type	Tank Battery
Surface Owner	Private	Mineral Owner	
		Lease No. (API#)	30-005-63093

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
4	3	11S	28E					Chaves

Latitude 33 23.524 Longitude 104 07.570

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	100bbls	Volume Recovered	50bbls
Source of Release	Water tank	Date and Hour of Occurrence	08/09/2011	Date and Hour of Discovery	08/09/2011 5:00 a.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		
By Whom?	Josh Russo	Date and Hour	08/11/2011 9:47 a.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.*


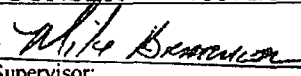
A corroded swage at a water tank allowed for the release of out of the tank. All connections have been replaced with plastic coated steel.

Describe Area Affected and Cleanup Action Taken.*

Initially roughly 100bbls were released from the water tank at the facility. We were able to recover 50bbls with a vacuum truck. The spill was completely contained inside the facility walls of the tank battery. All free fluid has been picked up. BBC will sample the spill site area to delineate any possible contamination from the release. We will notify the NMOCD 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.

OIL CONSERVATION DIVISION

Signature:		Signed By	
Printed Name:	Josh Russo	Approved by District Supervisor:	
Title:	HSE Coordinator	Approval Date:	SEP 08 2011
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	
Date:	08/23/2011	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:**
10/8/2011

2RP-877

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Tuesday, August 23, 2011 2:25 PM
To: Bratcher, Mike, EMNRD
Cc: Cliff P. Brunson; kswinney@bbcinternational.com
Subject: C-141 - True Grit Fee
Attachments: TRUE GRIT FEE -- DATE OF RELEASE -- 08-09-2011.pdf

Mr. Bratcher,

Please see attached the C-141 Initial Report for a release that occurred at the True Grit Fee Tank Battery.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Thursday, August 11, 2011 8:47 AM
To: Bratcher, Mike, EMNRD
Subject: True Grit Fee TB Release - Immediate Notification

Mr. Bratcher,

Please see the detailed description below of a release that occurred on 08-09-2011: (I did some research and I believe that this location is far enough to the west in Chaves County to fall under the District 2 office. Please let me know if I am incorrect, thank you).

On 8-9-11 at 5:00am, a 100 bbl spill of produced water was found on the True Grit Fee #1. The incident was caused by a corroded swedge on gun-barrel. All water was contained within unlined dike. 50bbls were recovered and disposed of appropriately. We have replaced with plastic coated swedge and valve. We have removed contaminated soil and gravel. We will follow up with a C-141 Initial Report.

GPS coordinates, driving directions, and legal description listed below:

N 33* 23.524 W 104* 07.570

True Grit Fee #1

Sec. 3-T11S-R28E, Chaves County

East of Roswell to mile marker 177, LE Ranch Sign T/S and go approximately 1 mile, T/L at Y and to ½ mile, T/E before cattle guard and go ½ mile to location.

Thank you,

Joshua Russo

HSE Coordinator

550 W. Texas Ave, Suite 100

Midland, Texas 79701

Phone: (432) 683-7443

Cell: (432) 212-2399

jrusso@conchoresources.com



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.