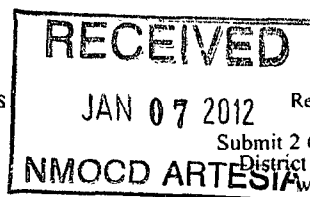


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

nmlb/203351448

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	Coffin State 1	Facility Type	Tank Battery

Surface Owner	State	Mineral Owner	Lease No. (API#) 30-015-37935
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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
1	30	19S	26E					Eddy

Latitude 32 38.238 Longitude 104 25.698

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	80bbls	Volume Recovered	79bbls
Source of Release	3/8" at back pressure valve	Date and Hour of Occurrence	12/31/2011	Date and Hour of Discovery	12/31/2011
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	01/03/2012 11:00 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 3/8" plug corroded at back pressure valve causing the release of fluid. The backpressure valve has been removed from service.

Describe Area Affected and Cleanup Action Taken.*

Initially 80bbls were release inside the tank battery. We were able to recover 79bbls with a vacuum truck. Contaminated gravel has been removed. Clean gravel has been added to the facility as necessary. The tank battery 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.

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:	FEB 02 2012
Date:	01/06/2012	Expiration Date:	N/A
Phone:	432-212-2399	Conditions of Approval:	N/A
		Attached	<input type="checkbox"/>

* Attach Additional Sheets If Necessary

2RP-994

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Saturday, January 07, 2012 10:55 AM
To: Bratcher, Mike, EMNRD
Subject: C- 141 Initial / Final Reports - Crypt and Coffin Tank Batteries
Attachments: CRYPT STATE 1 TANK BATTERY -- DATE OF RELEASE -- 12-23-2011.pdf; COFFIN STATE 1 TANK BATTERY -- DATE OF RELEASE -- 12-31-2011.pdf

Mr. Bratcher,

Please see attached the C-141's for the Crypt and Coffin Tank Batteries. They are both lined with 40mil plastic liners.

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



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Thank you

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Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Tuesday, January 03, 2012 10:00 AM
To: Bratcher, Mike, EMNRD
Subject: COFFIN STATE TB - RELEASE NOTIFICATION (LINED FACILITY)

Mr. Bratcher,

Please see below a detailed description of a release that occurred inside a lined facility:

On 12-31-11 at 7:00am, a 3/8 plug blew out of a liquid back-pressure valve on the Coffin #1 battery. The failure was caused by corrosion. The bpv was removed from the line and the battery returned to service. The spill area was 18' X 60' inside the facility which is lined with 40mil plastic. Standing fluid was removed and contaminated gravel replaced as necessary. No further cleanup required. We will follow up with a C-141 Initial/Final Report.

GPS coordinates, legal description, and driving directions below:

N 32* 38.238 W 104* 25.698
Coffin St. #1
330' FNL & 330' FWL
Sec.30-T19S-R26E

From HWY 285, West on CR 23, T/N on first lease road, proceed around Lakewood SWD and continue North to Coffin battery.

Joshua Russo

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



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