

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

MAR - 9 2012

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/208339775

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company	COG OPERATING LLC 224/37	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Burch Keely Unit 13-A	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-028784B
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LOCATION OF RELEASE BKU #386 30-015-33797

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	13	17S	29E					Eddy

Latitude 32 50.180 Longitude 104 01.583
32.8363 104.0264

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	110bbls	Volume Recovered	108bbls
Source of Release	Water tank	Date and Hour of Occurrence	02/26/2012	Date and Hour of Discovery	02/26/2012 10:00 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 Jim Amos-BLM Terry Gregston-BLM		
By Whom?	Josh Russo	Date and Hour	02/27/2012 2:59 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.*

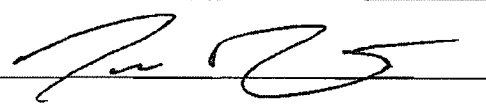
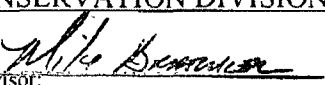
Describe Cause of Problem and Remedial Action Taken.*

Water tank ran over due to plugged filter pot. Filters have been replaced.

Describe Area Affected and Cleanup Action Taken.*

Initially roughly 110bbls were released from the water tank and we were able to recover 108bbls from the lined facility. The entire release was contained inside the lined facility. Contaminated gravel has been removed and we have added clean gravel 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.

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	MAR 23 2012
Date:	03/08/2012	Expiration Date:	N/A
Phone:	432-212-2399	Conditions of Approval:	N/A Final
		Attached	<input type="checkbox"/>

* Attach Additional Sheets If Necessary

2RP-1062

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Friday, March 09, 2012 2:52 PM
To: Bratcher, Mike, EMNRD; Amos, James A; Terry_Gregston@blm.gov
Subject: C-141 Initial Report - BKU 13-A TANK BATTERY
Attachments: BURCH KEELY UNIT 13-A TANK BATTERY -- DATE OF RELEASE -- 02-26-2012.pdf

Please see attached the C-141 Initial/Final Report for a release that occurred at our Burch Keely Unit 13-A Tank Battery. This is a lined facility.

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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Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Monday, February 27, 2012 1:59 PM
To: Bratcher, Mike, EMNRD; Amos, James A; Terry_Gregston@blm.gov
Subject: Release Notification - BKU 13 A Tank Battery

Please see below the detailed description of a release that occurred yesterday (02/26/2012) at 10:00 am:

On 2-26-12, at 10:00am, lease operator arrived at BKU 13 A Battery to find produced water tank running over. After investigating he found filter pot to be plugged. New filters were installed. The release area was completely contained inside the tank battery walls. This tank battery is a lined facility. Volume released was 110bbbls, with 108bbbls being recovered. We have removed fluids and disposed. We will also remove and dispose contaminated gravel.

GPS coordinates, legal description of closest property to spill site are listed below.

N 32* 50.180 W 104* 01.583
BKU #13
Unit E Sec. 13-T17S-R29E
NMLC-028784B
Eddy Co., NM

Thank you,

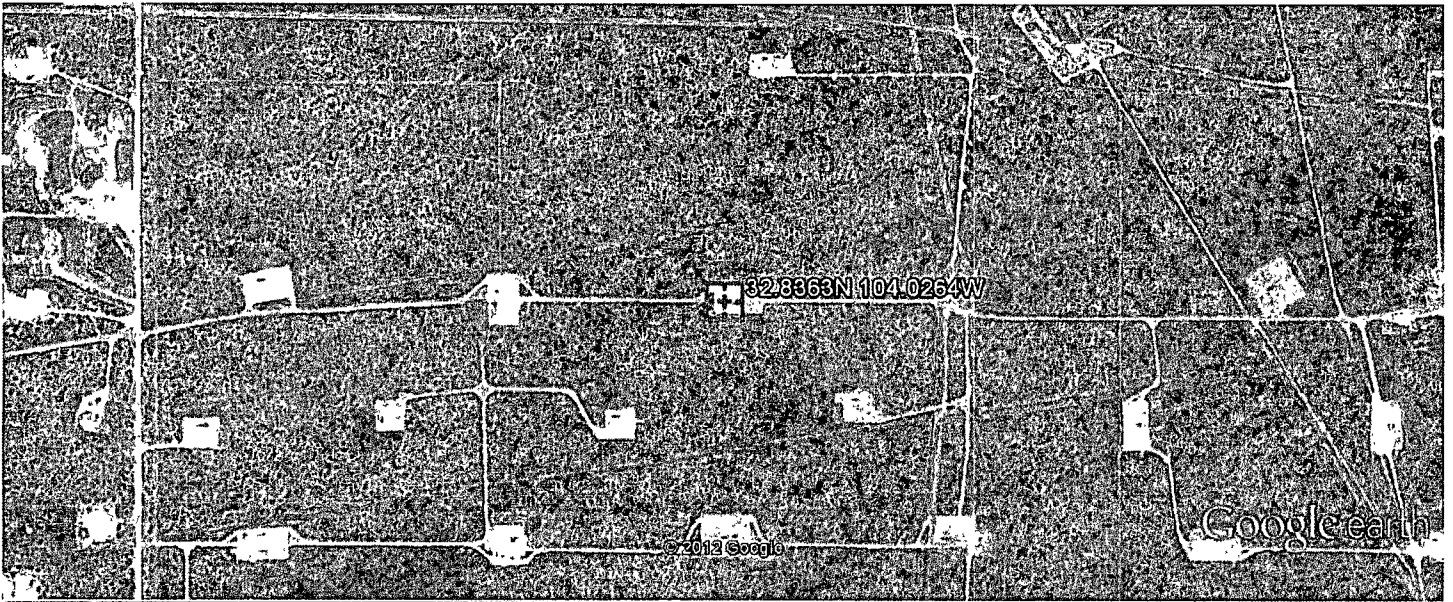
Joshua Russo


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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32.8363N 104.0264W

13-17s-29e



Oil Conservation Division

MapNotes

DrawnBy

3/23/2012 10:05:49 AM

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
COG Operating LLC

3a. Address
550 W. Texas Ave., Suite 1300 Midland, TX 79701

3b. Phone No. (include area code)
432-685-4385

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1345 FNL & 660 FWL Section 13, T17S, R29E, Unit E

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

5. Lease Serial No
NMLC-028784B

6. If Indian, Allottee or Tribe Name
N/A

7. If Unit or CA/Agreement, Name and/or No
NMLNM-882522 Grayburg Deep 5

8. Well Name and No
BKU 13-A Production Facility

9. API Well No
N/A 30-015-33797

10. Field and Pool, or Exploratory Area
N/A

11. County or Parish, State
EDDY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Build battery
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

COG Operating respectfully requests permission to construct a tank battery (BKU 13-A Production Facility) at the Burch Keely Unit 386.

Attached for your review are a facility diagram and plat.

Facility Diagram accepted for the record. on-site inspection required Jun

Facility on existing well pad / no new disturbance

Accepted for record NMOCD
5-24-11

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Robyn M. Odom

Title

Regulatory Analyst

Signature

Date

05/17/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

15/ Jeannette A. Martinez, Sr.
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

FIELD MANAGER

Date

JUN 8 2011

Office

CARLSBAD FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

