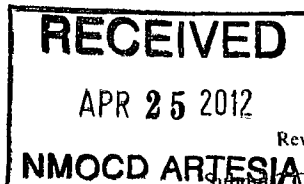


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

NMLB12/4431811

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC <i>229/37</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	McIntyre B Heater (Southwest Central TB)	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No.	(API#) 30-015-29561
				Closest well location	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	20	17S	30E					Eddy

Latitude 32 48.932 Longitude 103 59.711

NATURE OF RELEASE

Type of Release	Oil and produced water	Volume of Release	60bbls pw 20bbls oil	Volume Recovered	55bbls pw 18bbls oil
Source of Release	Fire tube	Date and Hour of Occurrence	04/14/2012	Date and Hour of Discovery	04/14/2012 10:00 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 Jim Amos-BLM Terry Gregston-BLM			
By Whom?	Michelle Mullins	Date and Hour	04/15/2012 10:55 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.*

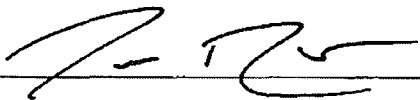

Describe Cause of Problem and Remedial Action Taken.*

A hole developed in the fire tube at the heater. The heater ignited causing a fire.

Describe Area Affected and Cleanup Action Taken.*

Initially 80bbls were released from the heater and we were able to recover 73bbls of fluid with a vacuum truck. The tank battery where the spill occurred is unlined. 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:			
Printed Name.	Josh Russo	OIL CONSERVATION DIVISION Signed By  Approved by District Supervisor:	
Title.	HSE Coordinator	Approval Date:	MAY 23 2012
E-mail Address.	jrusso@conchoresources.com	Expiration Date:	
Date:	04/23/2012	Phone:	432-212-2399
		Conditions of Approval:	Attached <input type="checkbox"/>
		Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

* Attach Additional Sheets If Necessary

6/23/2012

2RP-1124

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Wednesday, April 25, 2012 12:13 PM
To: Bratcher, Mike, EMNRD; Jim Amos office (jamos@blm.gov); Terry Gregston (tgregsto@blm.gov)
Cc: Tavaréz, Ike; Dorey, Kim; Franklin, Tom K.
Subject: C-141 Initial Report - McIntyre B heater treater @ Southwest Central Tank Battery
Attachments: MCINTYRE B HEATER (SOUTHWEST CENTRAL TB) -- DATE OF RELEASE -- 04-14-2012.pdf

Please see attached the C-141 Initial Report for a release that occurred on 04-14-2012 at our Southwest Central Tank Battery 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



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Bratcher, Mike, EMNRD

From: Michelle Mullins [MMullins@concho.com]
Sent: Sunday, April 15, 2012 9:55 AM
To: Bratcher, Mike, EMNRD; jamos@blm.gov; Gregston, Terry G
Cc: Joshua Russo
Subject: McIntyre B Heater (Southwest Central Battery) -Immediate Notification

Mr. Bratcher, Mr. Amos, Ms. Gregston:

On 4-14-12 at approximately 10:00pm, a heater on the Southwest Central Battery (McIntyre B) developed a hole in the firetube, and ignited the fluid inside. An estimated 60bbls of produced water and 20 bbls of oil was released. This facility is not lined. The heater has been isolated and removed from service. We will get more details and follow up with a C-141 Report.

GPS coordinates, legal description, and driving directions below.

N32* 48.932 W103* 59.711

W.D. McIntyre E #4 990'FSL & 2310'FWL
Sec. 20, T17S, R32E Eddy Co. NM-0467932
30

From Loco Hills drive West on 82 to first lease road on South side of hwy.
Turn South, go 200yds turn West for 500yds, turn South into battery.

Thank you,

Michelle Mullins
HSE Field Tech
2407 Pecos Avenue
P.O. Box 1630
Artesia, NM 88211-1630
Phone: (575)746-2010
Cell: (432) 934-1052
mmullins@conchoresources.com



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Bratcher, Mike, EMNRD

From: Gregston, Terry G [tgregsto@blm.gov]
Sent: Monday, April 16, 2012 11:45 AM
To: Michelle Mullins; Bratcher, Mike, EMNRD; Amos, James A
Cc: Joshua Russo
Subject: RE: McIntyre B Heater (Southwest Central Battery): correction to legals

Ms. Mullins,

I have received your notification. Thank you.

Just a note that the correct legals are as follows:

T17s, R30e, section 20.

Terry Gregston

Environmental Protection Specialist
Bureau of Land Management
620 E. Greene St.
Carlsbad, NM 88220
Office (575) 234-5958
Cell (575) 361-2635
Fax (575) 234-5927

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From: Michelle Mullins [<mailto:MMullins@concho.com>]
Sent: Sunday, April 15, 2012 9:55 AM
To: mike.bratcher@state.nm.us; Amos, James A; Gregston, Terry G
Cc: Joshua Russo
Subject: McIntyre B Heater (Southwest Central Battery) -Immediate Notification

Mr. Bratcher, Mr. Amos, Ms. Gregston:

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Sec. 20, T17S, R32E Eddy Co. NM-0467932

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Thank you,

Michelle Mullins
HSE Field Tech
2407 Pecos Avenue
P.O. Box 1630
Artesia, NM 88211-1630
Phone: (575)746-2010
Cell: (432) 934-1052
mmullins@conchoresources.com



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Bratcher, Mike, EMNRD

From: Michelle Mullins [MMullins@concho.com]
Sent: Monday, April 16, 2012 12:30 PM
To: Gregston, Terry G; Bratcher, Mike, EMNRD; Amos, James A
Cc: Joshua Russo
Subject: RE: McIntyre B Heater (Southwest Central Battery): correction to legals

Sorry for the incorrect data Terry. Thank you so much, and have a great day.

Michelle Mullins
HSE Field Tech
2407 Pecos Avenue
P.O. Box 1630
Artesia, NM 88211-1630
Phone: (575)746-2010
Cell: (432) 934-1052
mmullins@conchoresources.com



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