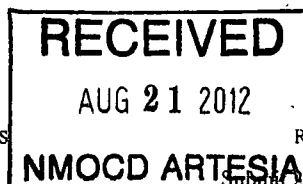


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJMW1224852275

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	Burch Keely Unit #632	Facility Type	Well pad

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-40327
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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
M	24	17S	29E					Eddy

Latitude 32 48.855 Longitude 104 02.066

NATURE OF RELEASE

Type of Release Produced water	Volume of Release 134bbls	Volume Recovered 130bbls
Source of Release BKU #112 injection line	Date and Hour of Occurrence 08/14/2012	Date and Hour of Discovery 08/14/2012 12:30 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? Josh Russo	Date and Hour 08/15/2012 8:50 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.*

While preparing a new well pad a dozer accidentally hit a buried injection line from the BKU #112 causing the release of fluid onto the site. The line has been repaired and returned to service

Describe Area Affected and Cleanup Action Taken.*

Initially 134bbls were released from the injection line and we were able to recover 130bbls with a vacuum truck. The released fluid was contained in a 10' x 30' area adjacent to the release point. All free fluids were removed and the contaminated soil was immediately excavated and hauled to a disposal. Tetra Tech sampled the spill area and we have backfilled the site in preparation of the drilling rig.

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: Signed By	
Title: HSE Coordinator		Approval Date: SEP 04 2012 Expiration Date:	
E-mail Address: jrusso@conchoresources.com		Conditions of Approval:	
Date: 08/21/2012 Phone: 432-212-2399		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION**

PROPOSAL NOT LATER THAN:

October 4, 2012

2RP-1270

Bratcher, Mike, EMNRD

From: Joshua Russo <jrusso@concho.com>
Sent: Tuesday, August 21, 2012 3:06 PM
To: Bratcher, Mike, EMNRD; Amos, James A; Gregston, Terry G
Cc: Tavaréz, Ike; Grubbs, Robert; Franklin, Tom K.
Subject: C-141 Initial Report - BKU #632 WELL PAD
Attachments: BURCH KEELY UNIT #632 WELL PAD -- DATE OF RELEASE -- 08-14-2012.pdf

Please see attached the C-141 Initial Report for a release that occurred on 08/14/2012 at our BKU #632 well pad.

Thank you,

Joshua Russo

HSE Coordinator
432.683.7443 (main)
432.685.4381 (direct)
432.212.2399 (cell)
jrusso@concho.com

Mailing Address:

One Concho Center
600 W. Illinios Avenue
Midland, Texas 79701



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Bratcher, Mike, EMNRD

From: Gregston, Terry G <tgregsto@blm.gov>
Sent: Tuesday, August 21, 2012 5:17 PM
To: Joshua Russo; Bratcher, Mike, EMNRD; Amos, James A
Cc: Tavarez, Ike; Grubbs, Robert
Subject: RE: C-141 Initial Report - BKU #632 WELL PAD

I have received your C141 spill report. This spill has already been mitigated, with bottom and sidewall samples below closure levels. Approval to backfill the excavation was given by the BLM on 08/16/12.

Thank you,

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: Joshua Russo [<mailto:jrusso@concho.com>]
Sent: Tuesday, August 21, 2012 3:06 PM
To: Mike Bratcher (mike.bratcher@state.nm.us); Amos, James A; Gregston, Terry G
Cc: Tavarez, Ike; Grubbs, Robert; Franklin, Tom K.
Subject: C-141 Initial Report - BKU #632 WELL PAD

Please see attached the C-141 Initial Report for a release that occurred on 08/14/2012 at our BKU #632 well pad.

Thank you,

Joshua Russo
HSE Coordinator
432.683.7443 (main)
432.685.4381 (direct)
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