<u>District 1</u> 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

SEP 27 2012

RECEIVED

Form C-141 evised October 10, 2003

NMOCD ARTEURING Copies to appropriate Office in accordance with Rule 116 on back side of form

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action													
nJMW1228948228							OPERATOR						
							Contact Pat Ellis						
							Telephone No. 432-230-0077 Facility Type Tank Battery						
Facility Name Way South State Com #1H Tank Battery							e rank	Datter	у				
Surface Owner State Mineral Owner									Lease No. (API#) 30-015-37234 Closest Well Location				
	LOCATION OF RELEASE												
Unit Letter Section Township Range 28E Feet from the North						South Line Feet from the East/\(\frac{1}{2}\)			Vest Line County Eddy				
Latitude 32 01.152 Longitude 104 07.165													
NATURE OF RELEASE													
Type of Release Produced Water / Oil							Volume of Release 75bbls pw V				Volume Recovered 71 bbls pw 10bbls oil		
Source of Release Burned lines at FWKO and heater							Date and Hour of Occurrence Date and Hour of I 09/16/2012 09/16/212 2:15 p.				scovery		
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required						If YES, To Whom?							
By Whom? Michelle Mullins							Date and Hour 09/17/2012 8:19 p.m.						
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse.							
If a Watercourse was Impacted, Describe Fully.*											.,,		
Describe Cause of Problem and Remedial Action Taken.*													
A fire caused several lines to be burned; this caused the release of fluid. The equipment in the facility is being repaired in order to be returned to service.													
Describe Arc	Describe Area Affected and Cleanup Action Taken.*												
Initially 85bbls of produced fluid was released and we were able to recover 81bbls with a vacuum truck. Majority of the release was around the production equipment where the lines were burned. 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 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.													
775						OIL CONSERVATION DIVISION							
Signature:						Approved by District Supervisor Signed By Mily Banance							
Printed Name: Josh Russo													
						Approva NaTe. 1 5 2012 Expiration Date:							
E-mail Addr	ess:	jrusso@con		Conditions of Approval:			Attached						
	9/27/2012			32-212-2399									
* Attach Add:	itional She	ets If Neces	sary			Remed	liation per OC	D Rule	s &	2R	r- 132	_ \	

Remediation per OCD Rules & **Guidelines. SUBMIT REMEDIATION** PROPOSAL NOT LATER THAN:

Bratcher, Mike, EMNRD

From: Joshua Russo <jrusso@concho.com>

Sent: Thursday, September 27, 2012 12:53 PM

To: Bratcher, Mike, EMNRD

Cc: Ike Tavarez (ike.tavarez@tetratech.com); Robert Grubbs (Robert.Grubbs@tetratech.com);

Tom Franklin (tom.k.franklin@tetratech.com)

Subject: C-141 Initial Report - Way South State Com #1H TB

Attachments: WAY SOUTH STATE COM #1H TB -- DATE OF RELEASE -- 09-16-2012.pdf

Mr. Bratcher,

Please find attached a C-141 Initial Report for a release that occurred on 09/16/2012 at our Way South State Com #1H TB. We plan to have Tetra Tech sample the spill site area timely.

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



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: Michelle Mullins < MMullins@concho.com>

Sent: Monday, September 17, 2012 7:19 PM

To: Bratcher, Mike, EMNRD

Cc: Joshua Russo

Subject: Way South State Com #1H-Immediate Notification

Mr. Bratcher:

On 9-16-12 at approximately 2:15 pm, a fire was discovered at the above-referenced battery. The cause of the fire is unknown at this time. An estimated 85 bbls of produced fluid was released with approximately 81 bbls being recovered. This facility is not lined. The facility has been removed from service while repairs are made. We will get more details and follow up with a C-141 Report.

GPS coordinates, legal description, and driving directions below.

N 32 01.152 W 104 07.165

Way South State Com #1H 660' FNL and 330' FEL Sec. 30 T26S, R28E Eddy Co. NM API 30-015-37234

From Artesia, head south on 285. Turn west onto White City Road (MM5), travel 3 miles, turn south. Travel 3 miles, turn west. Battery is on the right. Follow road into battery.

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



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.

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.