

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

AUG 10 2009

HOBBSOCD

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

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC	Contact	Kanicia Castillo
Address	550 W. Texas, Suite 1300 Midland, TX 79701	Telephone No.	432-685-4332
Facility Name	MC Federal #3	Facility Type	Battery

Surface Owner	Federal	Mineral Owner		Lease No.	30-025-34773
---------------	---------	---------------	--	-----------	--------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	21	17S	32E	2160	North	2310	West	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	40bbbls	Volume Recovered	30bbbls
Source of Release		Date and Hour of Occurrence	7/31/09 6:00am	Date and Hour of Discovery	7/31/09 8:00am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Trishia Bad Bear BLM Jeff Leking OCD		
By Whom?	Kanicia Castillo	Date and Hour	07/31/09 2:31pm		
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.*

WATER 9120'

Describe Cause of Problem and Remedial Action Taken *

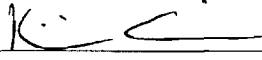
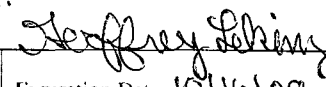
A microswitch malfunctioned on the FWKO caused the vessel to vent oil onto the pasture in a low spot east of the battery. Microswitch repaired.

Describe Area Affected and Cleanup Action Taken *

Recovered fluid. 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 your 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.

OIL CONSERVATION DIVISION

Signature: 	Approved by ENV ENGINEER: District Supervisor: 	
Printed Name: Kanicia Castillo	Approval Date: 08/17/09	Expiration Date: 10/16/09
Title: Regulatory Analyst	Conditions of Approval: DELINEATE TO CLEAN+1. SUBMIT FINAL C-141 BY 10/16/09.	
E-mail Address: kcarrillo@conchoresources.com	Attached <input type="checkbox"/>	
Date: 08/10/09 Phone: 432-685-4332	IRP-09-8-2272	

* Attach Additional Sheets If Necessary

F GRL 0922962298