

RECEIVED

SEP 09 2010

NMOCD ARTESIA

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

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	Schley Federal #11	Facility Type	Flowline

Surface Owner	Federal	Mineral Owner		Lease No.	API#30-015-32134
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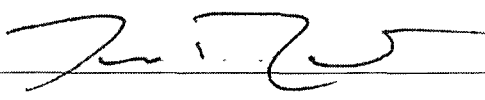
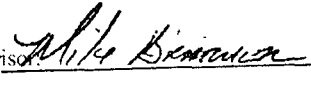
LOCATION OF RELEASE

Unit Letter K	Section 23	Township 17S	Range 29E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
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Latitude 32 48.296 Longitude 104 06.087

NATURE OF RELEASE

Type of Release	Produced fluid	Volume of Release	11bbls	Volume Recovered	10bbls
Source of Release	Flowline	Date and Hour of Occurrence	08/28/2010	Date and Hour of Discovery	08/28/2010 9:00 a.m.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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.*					
The cause of the release was due to a ruptured flowline. The section of flowline that ruptured was replaced with a new section and the flowline was put back into service.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 11bbls of produced fluid was released from the flowline and we were able to recover 10bbls with a vacuum truck. The dimensions of the spill site areas measured 3' x 40' along the roadway and the oversprayed area measured 20' x 50'. The lease road has been scraped and returned to previous condition. (The closest well location to the release is the Schley Federal #3, API#30-015-30450). 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 BLM / 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.					

Signature		OIL CONSERVATION DIVISION	
Printed Name	Josh Russo	Approved by District Supervisor	
Title	HSE Coordinator	Approval Date	SEP 13 2010
E-mail Address	jrusso@conchoresources.com	Expiration Date	
Date	09/08/2010	Phone	432-212-2399
Conditions of Approval:		Attached <input checked="" type="checkbox"/>	
REMEDIAL per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: OCT 13, 2010			

* Attach Additional Sheets If Necessary

PM 431025648687

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