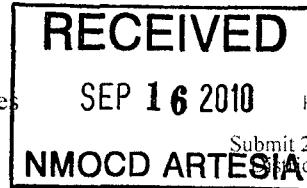


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Office in accordance
with Rule 116 on back
side of form

30-015-34538

Release Notification and Corrective Action

nm48/030835699

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC 229/37	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Mesilla State #3 Tank Battery	Facility Type	Tank Battery
Surface Owner	State	Mineral Owner	Lease No. B-2103

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	16	17S	30E					Eddy

Latitude 32 50.233 Longitude 103 58.155

NATURE OF RELEASE

Type of Release	BS & W	Volume of Release	60bbbs	Volume Recovered	50bbbs
Source of Release	PVC water leg	Date and Hour of Occurrence	09/03/2010	Date and Hour of Discovery	09/03/2010 8:30 a.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		
By Whom?	Josh Russo	Date and Hour	09/03/2010 8:30 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.*

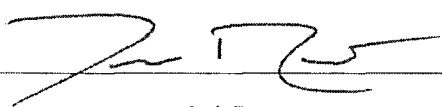
Describe Cause of Problem and Remedial Action Taken.*

High wind speed moved the supports bracing the PVC water leg and broke it in half causing the release. The PVC water leg has been replaced with a new steel water leg.

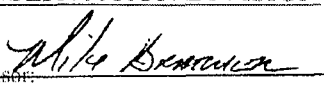
Describe Area Affected and Cleanup Action Taken.*

Initially we released 60bbbs of BS&W from the broken water leg and we were able to recover 50bbbs with a vacuum truck. The spill area covered a portion of the well pad measuring approximately 200' x 200' from the battery towards the pumping unit. All standing fluid has been recovered. The well pad has been scraped and the contaminated pad material has been hauled to the appropriate disposal facility. (The closest well location to the release is the Mesilla State #3, this well is located on the same pad as the tank battery, (API#) 30-015-34538). Tetra Tech will sample the spill site are 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.

Signature:	
Printed Name:	Josh Russo
Title:	HSE Coordinator
E-mail Address:	jrusso@conchoresources.com
Date:	09/15/2010
Phone:	432-212-2399

OIL CONSERVATION DIVISION

Signed By: 
Approved by District Supervisor:

NOV 04 2010

Approval Date: Expiration Date:

Conditions of Approval:

Attached ☐

REMEDATION per OCD Rules and
Guidelines. SUBMIT REMEDIATION
PROPOSAL BY: 12/4/2010

2RP-459

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Thursday, September 16, 2010 8:29 AM
To: Bratcher, Mike, EMNRD
Cc: Pat Ellis; Tavarez, Ike; Dorey, Kim
Subject: C-141 - Mesilla State #3
Attachments: MESILLA STATE #3 TANK BATTERY -- DATE OF RELEASE -- 09-03-2010.PDF

Mr. Bratcher,

Please see attached the C-141 Initial Report for the Mesilla State #3 release that occurred on 09/03/2010.

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: Joshua Russo [jrusso@conchoresources.com]
Sent: Saturday, September 04, 2010 9:42 AM
To: Bratcher, Mike, EMNRD
Cc: Pat Ellis; 'ike.tavarez@tetrattech.com'
Subject: Mesilla St. #3 Battery Spill immediate notification

Importance: High

Mr. Bratcher,

Please see the details below to a release that occurred at the Mesilla State #3 TB location on 09-03-2010. We will follow up with a C-141 initial report.

Thank you,

-----Original Message-----

From: Rick Wright
To: Pat Ellis
To: Joshua Russo
Cc: Ron Beasley
Cc: Kent Greenway
Cc: Ronnie Tice
Subject: Mesilla St. #3 Battery Spill
Sent: Sep 4, 2010 7:01 AM

On 9-3-10 at 8:30am, a PVC water leg broke on a heater at the Mesilla St. #3 battery. 60 bbls of produced water was released and 50 bbls were recovered. A PVC 90 broke on the gas section of the water leg due to wind causing the fluid to escape straight up covering most of the battery location as well as a mist in the pasture. The water leg was replaced with a steel water leg and returned to service. GPS coordinates, legal description, and driving directions below.

N 32* 50.233 W 103* 58.155

Mesilla St. #3
Sec.16-T17S-R30E

North of Loco Hills 1.4 mi on CR 217, T/E .5 mi, T/S .1 mi, T/E .4 mi and stay on main road, T/S .1 mi, T/E .1 mi to battery on North side of road.

Thanks,

Rick Wright
Production Foreman
COG Operating, LLC
2407 Pecos Ave.
Artesia, NM 88210
575.746.2010 office
432.528.5363 cell
575.746.2096 fax
rwright@conchoresources.com

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Josh 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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