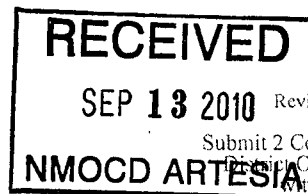


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

30-015-36467

Release Notification and Corrective Action

MLB 1030752888

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	Electra North Federal Tank Battery	Facility Type	Tank Battery
Surface Owner	Federal	Mineral Owner	
		Lease No.	NMNM-0467931

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	10	17S	30E					Eddy

Latitude 32 51.201 Longitude 103 57.543

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	55bbls	Volume Recovered	50bbls
Source of Release	Water transfer pump	Date and Hour of Occurrence	09/01/2010	Date and Hour of Discovery	09/01/2010 8:00a.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	09/01/2010 9:10 p.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.*

The threads on the swedge at the water transfer pump broke off due to corrosion. The old swedge has been replaced with a heavy duty plastic coated swedge.

Describe Area Affected and Cleanup Action Taken.*

Initially 55bbls of produced water was released from the water transfer pump and all fluid was contained inside the facility dike walls. We were able to recover 50bbls with a vacuum truck. The dimensions of the spill areas were a 20' x 20' area to the north of the pump and a 4' x 40' area to the south of the pump. (The closest well location to the release is the Electra Federal #31, API# 30-015-36467, Unit B, Sec10-T17S-R30E, Eddy County, NM, 1170' FNL 2310' FEL). 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 NMOC / BLM 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 NMOC 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 NMOC 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, NMOC 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: <u>Mike Bratcher</u>
Title:	HSE Coordinator	Approval Date: NOV 03 2010 Expiration Date:
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval:
Date:	09/07/2010	Phone: 432-212-2399
* Attach Additional Sheets If Necessary		Attached <input type="checkbox"/>

REMEDATION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: 12/3/2010

2RP-455

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Monday, September 13, 2010 8:53 AM
To: Bratcher, Mike, EMNRD; terry_gregston@nm.blm.gov
Cc: Pat Ellis; Tavarez, Ike; james_amos@nm.blm.gov
Subject: C-141 - Electra North Federal Tank Battery
Attachments: ELECTRA NORTH FEDERAL TANK BATTERY -- DATE OF RELEASE -- 09-01-2010.PDF

Please see attached the C-141 Initial Report for the Electra North Federal Tank Battery release that occurred on 09/01/2010.

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: Wednesday, September 01, 2010 8:10 PM
To: Bratcher, Mike, EMNRD
Cc: Pat Ellis; Tavarez, Ike
Subject: Electra Fed North Battery Spill immediate notification

Mr. Bratcher,

Please see the detailed description below of a release at the Electra Federal North Tank Battery that occurred on 09/01/2010. We will follow up with a C-141 initial report.

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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From: Rick Wright
Sent: Wednesday, September 01, 2010 2:46 PM
To: Pat Ellis; Joshua Russo
Cc: Ron Beasley; Kent Greenway; Ronnie Tice
Subject: Electra Fed North Battery Spill

On 9-1-10 at 8:00am a 3 X 1 swadge broke off of the discharge side of the water transfer pump at the Electra Fed. North Battery. The swadge was replace and the pump was returned to service. 55 bbls of produced water was released into the unlined dike, 50 bbls were recovered and disposed. The contaminated area is 20' X 20' North of pump and 4' X 40' South of the pump. The contamination is about 3" deep. Contaminated soil will be disposed. GPS coordinates, legal description, and driving directions below.

N 32* 51.201 W 103* 57.543

Electra North Federal Battery

Unit B, Sec.10-T17S-R30E
Eddy County, New Mexico
Fed. #NMNM0467931

North of Loco Hills on CR 217 1.8mi, T/E .5mi, T/N .4mi, T/E 1mi, T/N .2mi to battery on West.

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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