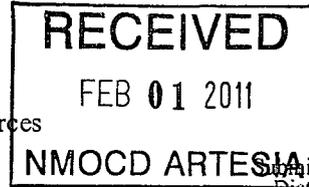


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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  
Supply 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

**Release Notification and Corrective Action**

*HKMW 1103241386*

**OPERATOR**  Initial Report  Final Report

|                 |  |               |              |
|-----------------|--|---------------|--------------|
| Name of Company | COG OPERATING LLC <i>229137</i>            | Contact       | Pat Ellis    |
| Address         | 550 W. Texas, Suite 100, Midland, TX 79701 | Telephone No. | 432-230-0077 |
| Facility Name   | Myox 21 State Com #8H                      | Facility Type | Tank Battery |

|               |       |               |  |                  |              |
|---------------|-------|---------------|--|------------------|--------------|
| Surface Owner | State | Mineral Owner |  | Lease No. (API#) | 30-015-37034 |
|---------------|-------|---------------|--|------------------|--------------|

**LOCATION OF RELEASE**

|             |         |          |       |               |                  |               |                |        |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| D           | 21      | 25S      | 28E   |               |                  |               |                | Eddy   |

Latitude 32 07.229 Longitude 104 05.967

**NATURE OF RELEASE**

|                             |   |   |                      |                            |            |
|-----------------------------|---|---|----------------------|----------------------------|------------|
| Type of Release             | Oil   | Volume of Release                         | 110bbls              | Volume Recovered           | 108bbls    |
| Source of Release           | 2" drain line at oil tank   | Date and Hour of Occurrence               | 01/24/2011           | Date and Hour of Discovery | 01/24/2011 |
| 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                             | 01/25/2011 2:53 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.\*

Oil was placed into a new tank where the 2" drain valve was left open. The drain valve has been closed.

Describe Area Affected and Cleanup Action Taken.\*

Initially 110bbls of oil was released from the 2" drain valve at the oil tank and we were able to recover 108bbls with a vacuum truck. All released oil was completely contained inside the facility berm wall which is lined with 40mil plastic. The spill area measured 30' x 60' inside the dike. All contaminated gravel was removed and disposed appropriately. Additional gravel was added to the facility as necessary. The facility has been restored to its prior condition.

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:      |                                | <b>OIL CONSERVATION DIVISION</b> |                                |
| Printed Name:   | Josh Russo                     | Approved by District Supervisor: | <i>Signed By Mike Bratcher</i> |
| Title:          | HSE Coordinator                | Approval Date:                   | 3/2/2011 Expiration Date: N/A  |
| E-mail Address: | jrusso@conchoresources.com     | Conditions of Approval:          | N/A Final                      |
| Date:           | 02/01/2011 Phone: 432-212-2399 | Attached                         | <input type="checkbox"/>       |

\* Attach Additional Sheets If Necessary

*2RP-596*

## Bratcher, Mike, EMNRD

---

**From:** Joshua Russo [jrusso@conchoresources.com]  
**Sent:** Tuesday, February 01, 2011 9:41 AM  
**To:** Bratcher, Mike, EMNRD  
**Cc:** Pat Ellis  
**Subject:** C-141 - Myox 21 State Com #8H Initial/Final Report  
**Attachments:** MYOX 21 STATE COM #8H -- DATE OF RELEASE -- 01-24-2011.PDF

Mr. Bratcher,

Please see attached the C-141 Initial/Final Report for a release we had on 01/24/2011 at the Myox 21 State Com #8H TB, which is a lined facility.

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](mailto:jrusso@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.

## Bratcher, Mike, EMNRD

---

**From:** Joshua Russo [jrusso@conchoresources.com]  
**Sent:** Tuesday, January 25, 2011 1:53 PM  
**To:** Bratcher, Mike, EMNRD  
**Cc:** Pat Ellis  
**Subject:** MYOX 21 State Com #8H Immediate Notification

Mr. Bratcher,

Please see below the details to a release that occurred in a lined facility on 01/24/2011. I will follow up with a C-141 Initial/Final Report Form.

On 1-24-11 at 4:00pm a spill occurred at the Myox 21 St. Com. #8H. A 2" drain valve was inadvertently left open on a new oil tank. Oil placed in the tank ran out into the dike, which is lined with 40mil plastic. 110bbls of oil was released and 109bbls were recovered. All fluids were removed and the contaminated gravel will be removed and replaced with fresh gravel as needed.

GPS coordinates, Legal description, and driving directions below:

N 32\* 07.229 W 104\* 05.967

Myox 21 State Com. #8H

660' FNL & 330' FWL

Sec.21-T24S-R28E

Eddy County, NM

API #30-015-37034

Thanks,

**Joshua Russo**

HSE Coordinator

550 W. Texas Ave, Suite 100

Midland, Texas 79701

Phone: (432) 683-7443

Cell: (432) 212-2399

[jrusso@conchoresources.com](mailto:jrusso@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.