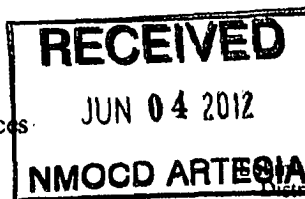


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

nMLB 1216455608

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	6" transition on water line (Sand Tank 32 State Com #2)	Facility Type	Water line
Surface Owner	State	Mineral Owner	
		Lease No. (API#)	30-015-29513
		Closest well location	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	32	17S	30E					Eddy

Latitude 32 47.286 - Longitude 103 59.463

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	100bbls	Volume Recovered	75bbls
Source of Release	Transition in 6" poly line	Date and Hour of Occurrence	05/16/2012	Date and Hour of Discovery	05/16/2012 7:00 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?	Michelle Mullins	Date and Hour	05/16/2012 8:17 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.*					
A ruptured transition in the 6" water transfer line caused the release. We have replaced the transition and returned the line into service.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 100bbls were released from the ruptured water line and we were able to recover 75bbls with vacuum trucks. 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 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:	06/04/2012				
Phone:	432-212-2399				
		OIL CONSERVATION DIVISION			
		Signed By			
		Approved by District Supervisor:			
		Approval Date: JUN 12 2012		Expiration Date:	
		Conditions of Approval:		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**
7/12/2012

2RP-1164