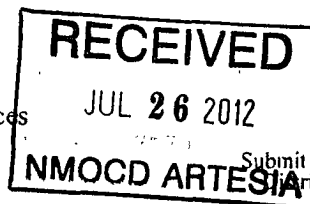


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJMW1221551189

#### 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	Lightning 24 Federal Com #1	Facility Type	Tank Battery
Surface Owner	Federal	Mineral Owner	
		Lease No. (API#)	30-015-33001

#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	24	25S	26E					Eddy

Latitude 32 07.270 Longitude 104 14.667

#### NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	100bbls	Volume Recovered	80bbls
Source of Release	Steel tank	Date and Hour of Occurrence	07/11/2012	Date and Hour of Discovery	07/11/2012 2:30 p.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 Jim Amos-BLM Terry Gregston-BLM		
By Whom?	Michelle Mullins	Date and Hour	07/11/2012 7:53 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.\*

A steel tank developed a hole which then allowed for the release of fluids inside the facility. The tank has been taken out of service, cleaned, and prepped for repairs.

Describe Area Affected and Cleanup Action Taken.\*

Initially 100bbls of produced water were released from the steel tank and we were able to recover 80bbls with a vacuum truck. All free fluid has been recovered. The release was completely contained inside the dike walls of the facility. 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 D/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 D 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 D 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 D 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:	Signed By:
Title: HSE Coordinator		Approval Date: AUG 02 2012	Expiration Date:
E-mail Address: jrusso@conchoresources.com		Conditions of Approval:	Attached <input type="checkbox"/>
Date: 07/26/2012	Phone: 432-212-2399		

\* Attach Additional Sheets If Necessary

Remediation per OCD Rules &  
Guidelines. SUBMIT REMEDIATION  
PROPOSAL NOT LATER THAN:

9/2/12

2RP-1243