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FEB 18 2014
NMOCD ARTESIA

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

RECEIVED
FEB 18 2014
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

HMP1407223427 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Robert McNeill
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Honey Graham 29 State Com #006H	Facility Type	Flowline
Surface Owner	State	Mineral Owner	
		Lease No. (API#) 30-015-38488	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	29	26S	28E					Eddy

Latitude 32.06168 Longitude 104.09991

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	12bbls	Volume Recovered	10bbls
Source of Release	Polyline Y connection	Date and Hour of Occurrence	01-22-2014	Date and Hour of Discovery	01-22-2014 11:00am
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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 weld on the Y failed. Cut out the bad connection and welded the polyline.

Describe Area Affected and Cleanup Action Taken.*
Initially 12bbls of produced water were released. We were able to recover 10bbls of produced water with a vacuum truck. All free fluids have been recovered. Concho will have the spill site sampled 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: <i>Robert Grubbs Jr.</i>		OIL CONSERVATION DIVISION	
Printed Name: Robert Grubbs Jr.		Approved by District Supervisor: <i>[Signature]</i>	
Title: Senior Environmental Coordinator		Approval Date: <i>3-13-14</i>	Expiration Date: <i>N/A</i>
E-mail Address: rgrubbs@concho.com		Conditions of Approval: Attached <input type="checkbox"/>	
Date: 02-03-2014	Phone: 432-661-6601	Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

2RP 2204
4/13/14