

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

RECEIVED

NOV 22 2010

NMOCD ARTESIA

Form C-141  
Revised October 10, 2003

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

### Release Notification and Corrective Action

*NMLB/1034155/127*

#### OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC <i>229/37</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Skelly 989 Tank Battery	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No.	NMMN-029418A (API#) 30-015-36498
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#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	23	17S	31E	1980	North	1649	West	Eddy

Latitude 32 49.316 Longitude 103 50.617

#### NATURE OF RELEASE

Type of Release	Oil	Volume of Release	24bbbls	Volume Recovered	23bbbls
Source of Release	Oil tank	Date and Hour of Occurrence	11/13/2010	Date and Hour of Discovery	11/13/2010 8:00 a.m.
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.\*

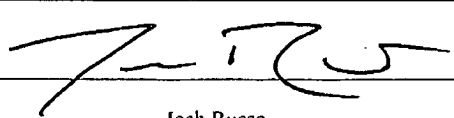
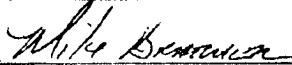
Describe Cause of Problem and Remedial Action Taken.\*

The float inside the oil tank blocked the equalizer line causing the tank to overflow. The float has been inspected and the tank has been returned to service.

Describe Area Affected and Cleanup Action Taken.\*

Initially 24bbbls of oil was released from the tank and we were able to recover 23bbbls with a vacuum truck. All fluid was contained inside the facility firewall, which is lined with a 40 mil plastic liner. Any contaminated gravel will be removed and we will replace with clean gravel as necessary. We will follow up with a C-141 Final Report.

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	Signed By:  Approved by District Supervisor:	
Title: HSE Coordinator	Approval Date: DEC 07 2010	Expiration Date:
E-mail Address: jrusso@conchoresources.com	Conditions of Approval: <i>Clean up as proposed above</i>	Attached <input type="checkbox"/>
Date: 11/22/2010	Phone: 432-212-2399	

\* Attach Additional Sheets If Necessary

*2RP-494*