1625 N. French Dr., Hobbs, NM 88240 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

D.

## State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe NIM 87505

AUG 11 2010

RECEIVED

Form C-141 evised October 10, 2003

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

30-015-31559 Release Notification and Corrective Action													
Kmw/035540015						OPERATOR			⊠ Initi	ial Report		Final Report	
Name of Company COG OPERATING LLC 229137						Contact		Pat I	Ellis				
Address 550 W. Texas, Suite 100, Midland, TX 79701						Telephone N	No.	432-230-0077					
Facility Name   Jenkins B Federal # 12						Facility Typ	JC	We					
Surface Owner Pederal				Mineral O	wner				Lease	Lease No. NMLC-054988-B (API#) 30-015-31559			
LOCATION OF RELEASE													
Unit Letter 1'	Section 20	Township 17S	Range 30E	Feet from the 2310	North	th/South Line North	Feet from 2310'		ast/West Line West	County	Eddy		

Longitude 103.99520

Latitude 32.821007

NATURE OF RELEASE Type of Release Produced Water Volume of Release 35hhls Volume Recovered 20bbis Source of Release 'A" nipple on wellhead Date and Hour of Occurrence Date and Hour of Discovery 08/01/2010 08/01/2010 8:00 a.m. Was Immediate Notice Given? If YES, To Whom? Yes No Not Required Mike Bratcher—OCD Date and Hour 08/02/2010 1:36 p.m. By Whom? Josh Russo Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes No If a Watercourse was Impacted, Describe Fully.8 Describe Cause of Problem and Remedial Action Taken.\* A 13" nipple on the wellhead failed causing the release. Replaced all fittings with stainless steel. Describe Area Affected and Cleanup Action Taken.\* Initially we released 35bbls of produced water from the wellhead and were able to recover 20bbls with a vacuum truck. The dimensions of the spill areas are 2' x 60' to the north and 10' x 100 to the west, along with an overspray of 20' x 200' to the north. The pad area has been scraped and returned to its original condition. 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/BLM for approval prior to any significant remediation work, I hereby certify that the information given above is true and complete to the hest 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 pase 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: Approved by Disignor Sufficient Printed Name: Josh Russo HSE Coordinator Approval Date: f **Expiration Date:** Conditions of Approval: Remedeatin for Novel Pules & Crudelines E-mail Address: jrusso@concheresources.com Attached [ 08/09/2010 432-212-2399 Phone:

\* Attach Additional Sheets If Necessary

Remediation proposed Rec'd

2 RP-508