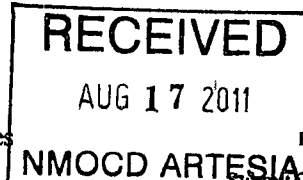


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505

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

MLB 1123845537

Release Notification and Corrective Action

MLB 1123846521

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	8" Main Line	Facility Type	8" Water Line (Cedar Lake)

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-029395B
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LOCATION OF RELEASE

Unit Letter	Section 20	Township 17S	Range 31E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
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Latitude 32 49.495 Longitude 103 53.344 32.8249

NATURE OF RELEASE

103.8891

Type of Release	Produced water	Volume of Release	100bbls	Volume Recovered	80bbls
Source of Release	8" Main Line	Date and Hour of Occurrence	08/11/2011	Date and Hour of Discovery	08/11/2011
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		
By Whom?	Josh Russo	Date and Hour	08/12/2011 9:56 a.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.*

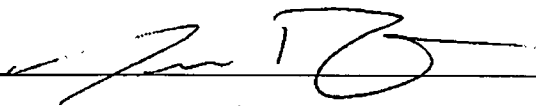
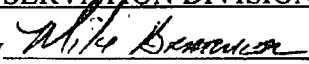
Describe Cause of Problem and Remedial Action Taken.*

While installing a "T" in the main line the poly line pressured up causing it to rupture. The spill area measured 30' on the ROW in the pasture adjacent to the valve box. The ruptured portion of the line has been replaced and the line has been returned to service.

Describe Area Affected and Cleanup Action Taken.*

Initially 100bbls was released from the ruptured poly line and we were able to recover 80bbls with a vacuum truck. The spill area measured 30' adjacent to the valve box. All free fluid has been recovered. BBC will sample the spill site area to identify any possible contamination from the release. We will notify the OCD / BLM 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: 	OIL CONSERVATION DIVISION	
Printed Name: Josh Russo	Signed By 	
Title: HSE Coordinator	Approved by District Supervisor:	
E-mail Address: jrusso@conchoresources.com	Approval Date: AUG 26 2011	Expiration Date:
Date: 08/17/2011 Phone: 432-212-2399	Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:
9/26/2011

2RP-868

MLB 1123847206

110# MLB 1123847267

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Wednesday, August 17, 2011 1:20 PM
To: Bratcher, Mike, EMNRD; paul_evans@nm.blm.gov
Cc: Cliff P. Brunson; kswinney@bbcinternational.com
Subject: C-141 - Initial Report - 8" Cedar Lake Main Line
Attachments: 8 INCH MAIN LINE (CEDAR LAKE) -- DATE OF RELEASE -- 08-11-2011.pdf

Gentlemen,

As previously discussed on the phone, please see attached the C-141 Initial Report for the 8" Main Line release that occurred at Cedar Lake on 08/11/2011.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Friday, August 12, 2011 8:56 AM
To: Bratcher, Mike, EMNRD; 'james_amos@nm.blm.gov'
Subject: Cedar Lake Main Water Line - Release Notification

Gentlemen,

Please see below the detailed description of a release that occurred on 08/11/2011.

On 08-11-11, a 100bbl spill of produced water occurred while installing an 8" tee in the main line. The incident happened after squeezing off water flow; the line pressure increased causing the line to rupture and produced water to be released. 80bbls were recovered. The spill area was 30' in radius around ruptured portion of the line. All standing fluid has been picked up. We will follow up with a C-141 Initial Report.

GPS coordinates, driving directions, legal descriptions below:

N 32* 49.495 W 103* 53.344

Cedar Lake Main Water Line

Sec. 20, T17S, R31E

Eddy Co., New Mexico

East of Loco Hills on Hwy 82 to Cedar Lake, T/N before CR 222 and go ½ mile to mainline leak on left.

Thank you,

Joshua Russo

HSE Coordinator

550 W. Texas Ave, Suite 100

Midland, Texas 79701

Phone: (432) 683-7443

Cell: (432) 212-2399

jrusso@conchoresources.com



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