

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

APR 2 2012

NMOCD ARTESIA

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

NMLB 1210938738

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 | Jenkins B Federal Water Flood (Northwest Central) | Facility Type | Skim Tank |

| | | | | | |
|---------------|---------|---------------|--|-----------|--|
| Surface Owner | Federal | Mineral Owner | | Lease No. | (API#) 30-015-21945 closest well location |
|---------------|---------|---------------|--|-----------|--|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| C | 20 | 17S | 30E | | | | | Eddy |

Latitude 32 49.813 Longitude 103 59.736

NATURE OF RELEASE

| | | | | | |
|-----------------------------|--|---|------------------------|----------------------------|------------------------|
| Type of Release | Produced water / Oil | Volume of Release | 3bbls oil 17bbls pw | Volume Recovered | 3bbls oil 15bbls pw |
| Source of Release | Skim tank | Date and Hour of Occurrence | 03/23/2012 | Date and Hour of Discovery | 03/23/2012 11:30 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 *


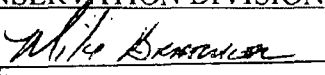
Describe Cause of Problem and Remedial Action Taken.*

Due to a rush of fluid from a new well and a plugged strainer at our Texaco BE #8 Injector the skim tank overflowed. The strainer at the Texaco BE #8 Injector has been cleaned out.

Describe Area Affected and Cleanup Action Taken.*

Initially 20bbls were released from the skim tank and we were able to recover 18bbls with a vacuum truck. The spill area measures 20' x 20' around the skim tank. The release was contained on the location. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a 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 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: | APR 18 2012 |
| Date: | 04/02/2012 | Expiration Date: | |
| Phone: | 432-212-2399 | Conditions of Approval: | Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 5/18/2012 |
| | | Attached | <input type="checkbox"/> |

* Attach Additional Sheets If Necessary

PROPOSAL NOT LATER THAN:
5/18/2012

2RA-1094

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Monday, April 02, 2012 2:48 PM
To: Bratcher, Mike, EMNRD; Terry Gregston (tgregsto@blm.gov); Jim Amos office (jamos@blm.gov)
Cc: Tavaréz, Ike; Dorey, Kim; Franklin, Tom K.
Subject: C-141 Initial Report - Jenkins B Federal Water Flood Skim Tank
Attachments: JENKINS B WATER FLOOD SKIM TANK -- DATE OF RELEASE -- 03-23-2012.pdf

Please see attached the C-141 Initial Report for a release that occurred at our Northwest Central location. We plan to take soil samples timely.

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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