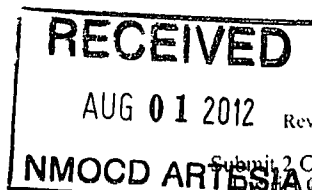


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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  
Office in accordance  
with Rule 116 on back  
side of form

**Release Notification and Corrective Action**

JMW 1222229678  
Name of Company COG OPERATING LLC 229137 OPERATOR ☒ Initial Report ☐ Final Report  
Address 550 W. Texas, Suite 100, Midland, TX 79701 Contact Pat Ellis  
Telephone No. 432-230-0077  
Facility Name Dryland Shiner Federal Tank Battery Facility Type Tank Battery  
Surface Owner Federal Mineral Owner Lease No. (API#) 30-015-32815

**LOCATION OF RELEASE**

Unit Letter 1	Section 3	Township 21S	Range 25E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
------------------	--------------	-----------------	--------------	---------------	------------------	---------------	----------------	----------------

Latitude 32.51975 Longitude 104.37667

**NATURE OF RELEASE**

Type of Release Produced water	Volume of Release 500bbls	Volume Recovered 480bbls
Source of Release Oil tanks	Date and Hour of Occurrence 07/18/2012	Date and Hour of Discovery 07/18/2012 12:30 p.m.
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 Terry Gregston-BLM	
By Whom? Michelle Mullins	Date and Hour 07/19/2012 2:55 p.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 \*

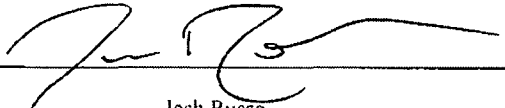
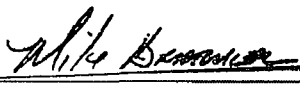
Describe Cause of Problem and Remedial Action Taken.\*

The water dumps on the FWKO failed, sending the water to the oil tanks. The oil tanks overflowed causing the release of fluid. The FWKO has been removed from service while the water dumps are being repaired.

Describe Area Affected and Cleanup Action Taken \*

Initially 500bbls of produced water were released from the oil tanks and we were able to recover 480bbls with vacuum trucks. All free fluid has been recovered. The spill area was contained on the pad location of the facility. 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 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	Approved by District Supervisor: Signed By 	
Title: HSE Coordinator	Approval Date: AUG 09 2012	Expiration Date:
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 07/31/2012 Phone: 432-212-2399		

\* Attach Additional Sheets If Necessary

Remediation per OCD Rules &  
Guidelines. **SUBMIT REMEDIATION  
PROPOSAL NOT LATER THAN:**

9/9/12

2RP-1246

**Bratcher, Mike, EMNRD**

---

**From:** Joshua Russo <jrusso@concho.com>  
**Sent:** Wednesday, August 01, 2012 2:34 PM  
**To:** Bratcher, Mike, EMNRD; Jim Amos office (jamos@blm.gov); Gregston, Terry G  
**Cc:** Tavaraz, Ike; Grubbs, Robert; Dorey, Kim; Franklin, Tom K.  
**Subject:** C-141 Initial Report - Dryland Shiner Fed TB.  
**Attachments:** DRYLAND SHINER FEDERAL TANK BATTERY -- DATE OF RELEASE -- 07-18-2012.pdf

Please see attached the C-141 Initial Report for a release that occurred on 07/18/2012 at our Dryland Shiner Fed TB. We plan to assess the spill area 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](mailto:jrusso@conchoresources.com)



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.