

HOBBS OCD

HOBBS OCD

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

AUG 07 2012

RECEIVED

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

AUG 07 2012

RECEIVED

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

OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Magnum Pronto State Com #2	Facility Type	Tank Battery
Surface Owner	State	Mineral Owner	Lease No. (API#) 30-025-38827

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	32	19S	32E					Lea

Latitude 32 36.903 Longitude 103 47.446

NATURE OF RELEASE

Type of Release	Oil and produced water	Volume of Release	130bbbls	Volume Recovered	100bbbls
Source of Release	Water leg at heater	Date and Hour of Occurrence	07/26/2012	Date and Hour of Discovery	07/26/2012 10:00a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Geoffrey Leking-OCD		
By Whom?	Michelle Mullins	Date and Hour	07/30/2012 10:58 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.*

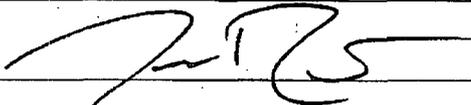
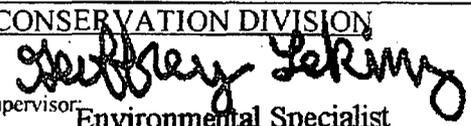
Describe Cause of Problem and Remedial Action Taken.*

A water leg failed at heater which caused the release of fluid. The heater has been removed from service as the water leg is being repaired.

Describe Area Affected and Cleanup Action Taken.*

Initially 130bbbls of fluid were released from the faulty water leg and we were able to recover 100bbbls with a vacuum truck. 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 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	 Approved by District Supervisor Environmental Specialist	
Title:	HSE Coordinator	Approval Date:	08/07/12 Expiration Date: 10/09/12
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval:	SUBMIT FINAL C-141 BY 10/09/12
Date:	08/07/2012	Phone:	432-212-2399
		Attached	<input type="checkbox"/>
		IRP-12-12-2879	

* Attach Additional Sheets If Necessary

DEC 10 2012