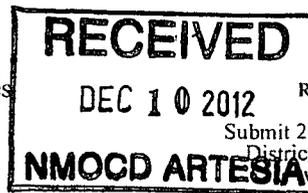


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

JMW 234851101

OPERATOR

Initial Report Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Way South State Com #1H	Facility Type	Tank Battery

Surface Owner	State	Mineral Owner	Lease No. (API#) 30-015-37234
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	30	26S	28E					Eddy

Latitude 32 01.128 Longitude 104 07.136

NATURE OF RELEASE

Type of Release	Produced water / Oil	Volume of Release	25bbls pw 5bbls oil	Volume Recovered	15bbls pw 2bbls oil
Source of Release	FWKO	Date and Hour of Occurrence	11/28/2012	Date and Hour of Discovery	11/28/2012 11:00 a.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		
By Whom?	Michelle Mullins	Date and Hour	12/03/2012 8:59 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 failed gasket at the FWKO inside the Way South State Com #1H facility failed allowing the release of produced fluids into the facility. The failed gasket has been replaced.

Describe Area Affected and Cleanup Action Taken.*

Initially 30bbls of produced fluid were released from the FWKO and we were able to recover 17bbls with a vacuum truck. The release was contained inside the containment at the Way South State Com #1H facility. All free fluid has been recovered from the spill area. 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:	Signed By
Title:	Senior Environmental Coordinator	Approval Date:	DEC 13 2012
E-mail Address:	jrusso@concho.com	Expiration Date:	
Date:	12/10/2012	Phone:	432-212-2399
		Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

2RP-1450

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: January 13, 2012**

Bratcher, Mike, EMNRD

From: Joshua Russo <jrusso@concho.com>
Sent: Monday, December 10, 2012 3:56 PM
To: Bratcher, Mike, EMNRD
Cc: Ike Tavaréz (ike.tavaréz@tetrattech.com); Robert Grubbs (Robert.Grubbs@tetrattech.com); Tom Franklin (tom.k.franklin@tetrattech.com)
Subject: C-141 INITIAL REPORT - WAY SOUTH STATE COM #1H TANK BATTERY
Attachments: WAY SOUTH STATE COM #1H TANK BATTERY -- DATE OF RELEASE -- 11-28-2012.pdf

Mr. Bratcher,

Please see attached a C-141 Initial Report for a release that occurred on 11-28-2012 at our Way South State Com #1H TB in Eddy County. We plan to sample the spill site area timely.

Thank you,

Joshua Russo

Sr. Environmental Coordinator
432.683.7443 (main)
432.685.4381 (direct)
432.212.2399 (cell)
jrusso@concho.com

Mailing Address:

One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701



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