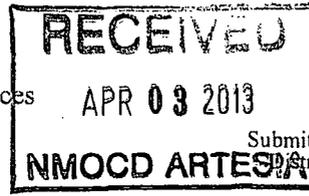


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

njmw1310234975

OPERATOR

Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	BURCH KEELY UNIT "E" <i>(232)</i>	Facility Type	TANK BATTERY
Surface Owner	FEDERAL	Mineral Owner	
		Lease No. (API#) 30-015-27992	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	23	.17S	29E					EDDY

Latitude 32 48.800 Longitude 104 02.740

NATURE OF RELEASE

Type of Release	Oil and produced water	Volume of Release	10bbls oil Produced water 20bbls	Volume Recovered	10bbls oil 19bbls Produced water
Source of Release	Gasket between fire tube and heater.	Date and Hour of Occurrence	03-24-2013	Date and Hour of Discovery	03-24-2013 9:16am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher - NMOCD		
By Whom?	Michelle Mullins	Date and Hour	03-25-2013 10:47am		
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 leak in the gasket between the fire tube and the heater. Replaced the gasket between the fire tube and the heater.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 10bbls of oil and 20bbls of produced water were released from a leak that developed between the fire tube and the heater. We were able to recover 10bbls of oil and 19bbls of produced water with a vacuum truck. The release was completely contained inside the lined facility walls of the tank battery. All free fluid has been recovered. Any contaminated gravel has been removed and we have replaced with fresh gravel as necessary. The facility has been returned to its prior condition.					
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.					

OIL CONSERVATION DIVISION

Signature:		Approved by District Supervisor:	
Printed Name:	Josh Russo	Approval Date:	Expiration Date:
Title:	Senior Environmental Coordinator	Conditions of Approval:	
E-mail Address:	jrusso@concho.com	Attached <input type="checkbox"/>	
Date:	4-3-2013	Phone:	432-212-2399

* Attach Additional Sheets If Necessary

2RP-16/6

Accepted for record
NMOCD

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Wednesday, April 03, 2013 1:11 PM
To: Bratcher, Mike, EMNRD; Amos, James <jamos@blm.gov> (jamos@blm.gov)
Cc: Tavarez, Ike; tom.k.franklin@tetrattech.com; Joshua Russo
Subject: C-141 Initial/Final Report - Burch Keely Unit E
Attachments: BURCH KEELY UNIT E -- DATE OF RELEASE -- 03-24-2013.pdf

Gentlemen,

Please see attached the C-141 Initial / Final Report for a release that occurred at our Burch Keely Unit "E" on 03/24/2013. This is a lined facility.

Thank you,

Robert Grubbs Jr.
Sr. Environmental Coordinator
432.683.7443 (main)
432.818.2369 (direct)
432.661.6601 (cell)
rgrubbs@concho.com

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



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.

Bratcher, Mike, EMNRD

From: Michelle Mullins <MMullins@concho.com>
Sent: Monday, March 25, 2013 9:47 AM
To: Bratcher, Mike, EMNRD
Cc: Joshua Russo; Robert Grubbs
Subject: BKU Satellite E-Immediate Notification

Mr. Bratcher:

On 03/24/2013 at approximately 9:00 am, a produced fluid release was discovered at the above-referenced facility. An estimated 30 bbls of produced fluid was released. The cause of the release is currently under investigation. We will follow up within 15 days with a C-141 Report.

GPS coordinates, legal description and driving directions are below.

N 32* 48.800" W 104* 02.740"

BKU Satellite E

Sec. 23 T17S R29E

645'FSL & 2615'FEL

Eddy County, NM

API 30-015-27992 (BKU 232-nearest well)

Off Highway 82, travel east to 3 Trees, turn south, cross cattle guard and travel .2 miles to battery.

Michelle Mullins

HSE Field Tech

2407 Pecos Avenue

P.O. Box 1630

Artesia, NM 88211-1630

Phone: (575)746-2010

Cell: (432) 934-1052

mmullins@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.

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.