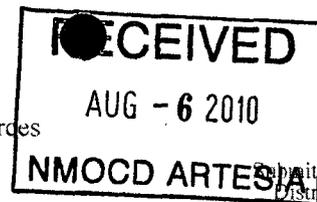


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NMUB1027952232 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229 137</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Tex Mack 11 Federal #35	Facility Type	Well
Surface Owner	Federal	Mineral Owner	
		Lease No. (API#) 30-015-37667	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	11	17S	31E	920	SOUTH	1024	WEST	EDDY

Latitude 32 50.659 Longitude 103 50.721

NATURE OF RELEASE

Type of Release	Produced Fluid	Volume of Release	70bbbls	Volume Recovered	60bbbls
Source of Release	Wellbore (casing)	Date and Hour of Occurrence	07/27/2010	Date and Hour of Discovery	07/27/2010 1:00 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		
By Whom?	Josh Russo	Date and Hour	07/28/2010 10:52 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.*					
The well was flowing up the backside and a shallow hole in the 5 1/2 casing allowed fluid to escape into the 8 5/8 casing. The fluid in the 8 5/8 casing then escaped into the wellbore due to an improper seal between the 5 1/2 and 8 5/8 casing. The well is in the process of being repaired and put back into service.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 70bbbls of produced fluid escaped from the wellbore covering roughly 40% of the well pad in fluid. We were able to recover 60bbbls of fluid with a vacuum truck. All released fluid remained on the well pad location. 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:		OIL CONSERVATION DIVISION	
Printed Name:	Josh Russo	Approved by District Supervisor:	
Title:	HSE Coordinator	Approval Date:	OCT 06 2010 Expiration Date:
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date:	08/03/2010	Phone:	432-212-2399

* Attach Additional Sheets If Necessary

REMEDATION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: Proposal Rec'd 10/4/10

2RP-443

NMUB1027954836

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Friday, August 06, 2010 9:33 AM
To: Bratcher, Mike, EMNRD; james_amos@nm.blm.gov
Cc: Pat Ellis; Tavarez, Ike
Subject: C-141 Initial Report - Tex Mack 11 Federal #35
Attachments: TEX MACK 11 FEDERAL #35 -- DATE OF RELEASE -- 07-27-2010.PDF

Gentlemen,

Attached is the C-141 Initial Report for the Tex Mack 11 Federal #35 release that we had on 07-27-2010. Have a great day.

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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