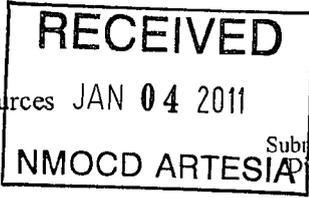


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

HKmw 1101941341

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	RJU South Tank Battery	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-037831
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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
C	35	17S	29E					Eddy

Latitude 32 47.647 Longitude 104 03.004

NATURE OF RELEASE

Type of Release	Produced fluid	Volume of Release	9bbls	Volume Recovered	8bbls
Source of Release	Steel flowline	Date and Hour of Occurrence	12/22/2010	Date and Hour of Discovery	12/22/2010
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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 steel flowline ruptured at the RJU South Tank Battery Location. A clamp has been placed over the ruptured part in the flowline and the entire flowline is going to be replaced from the well to the header.

Describe Area Affected and Cleanup Action Taken.*
Initially 9bbls of produced fluid was released from the flowline and we were able to recover 8bbls with a vacuum truck. The spill area measured 8' x 15' on the pad location and an additional area of 3' x 25' that ran off the pad location. Tetra Tech will sample the spill site area to delineate and 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:	
Title: HSE Coordinator	Approval Date: 2/9/2011	Expiration Date:
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 01/04/2011 Phone: 432-212-2399	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

* Attach Additional Sheets If Necessary

3/9/2011 *2 RP-569*

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Tuesday, January 04, 2011 1:23 PM
To: Bratcher, Mike, EMNRD
Cc: Pat Ellis; Ike.Tavarez@tetrattech.com; Dorey, Kim; tom.k.franklin@tetrattech.com
Subject: C-141 Initial Report - RJU Tank Battery
Attachments: RJU SOUTH TANK BATTERY FLOWLINE -- DATE OF RELEASE -- 12-22-2010.PDF

Please see attached the C-141 Initial Report for a release that occurred on 12-22-2010 at the RJU South Tank Battery.

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



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