

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

M KMW 1035633291

OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229131</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Miranda Federal Tank Battery	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-0029342D
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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	Eddy
G	9	17S	30E						

Latitude 32 51.019 Longitude 103 58.558

NATURE OF RELEASE

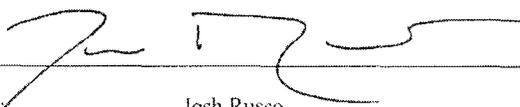
Type of Release	Oil	Volume of Release	20bbls	Volume Recovered	25bbls
Source of Release	Circulating Pump	Date and Hour of Occurrence	07/02/2010	Date and Hour of Discovery	07/02/2010 10:00 a.m.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" 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.*
Union on circulating pump discharge failed to seal. The circulating pump has been repaired and put back into service.

Describe Area Affected and Cleanup Action Taken.*
Initially 20bbls of oil was released from the circulating pump inside the dike walls of the lined Miranda Federal Tank Battery. Due to rainwater, we were able to recover a total of 25bbls of fluid. All free fluids were recovered. Any contaminated gravel will be removed from the lined facility. (The closest well location to the tank battery is the Miranda Federal #2, API # 30-015-37332, Unit G. Sec-9-T17S-R30E, 2130' FNL 2260' FEL. 32.850510 - 103.975853.)

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 Operator:	
Title:	HSE Coordinator	Approval Date:	<i>3/3/11</i>
E-mail Address:	<i>jrusso@conchoresources.com</i>	Expiration Date:	
Date:	<i>07/16/2010</i>	Phone:	<i>432-212-2399</i>
		Conditions of Approval:	Attached <input type="checkbox"/>
		Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

* Attach Additional Sheets If Necessary

PROPOSAL NOT LATER THAN: *2RP-517*
4/3/11

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Friday, July 16, 2010 8:21 AM
To: Bratcher, Mike, EMNRD; james_amos@nm.blm.gov
Cc: Pat Ellis
Subject: Miranda Federal Tank Battery C-141
Attachments: MIRANDA FEDERAL TANK BATTERY -- DATE OF RELEASE -- 07-02-2010.PDF

Gentlemen,

Please find attached the C-141 Initial Report for the Miranda Federal Tank Battery release that we had on 07/02/2010. Please contact me with any questions or concerns you may have.

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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