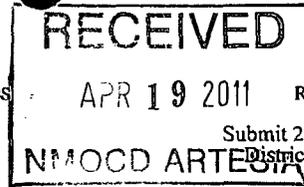


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

30-015-29986

Release Notification and Corrective Action

AKMW 1111034919

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 | White Star Federal | Facility Type | Flowline |

| | | | | | |
|---------------|---------|---------------|--|-----------|------------|
| Surface Owner | Federal | Mineral Owner | | Lease No. | NMNM-14840 |
|---------------|---------|---------------|--|-----------|------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| H | 29 | 17S | 29E | | | | | Eddy |

Latitude 32 48.392 Longitude 104 05.366

NATURE OF RELEASE

| | | | | | |
|-----------------------------|--|---|------------|----------------------------|----------------------|
| Type of Release | Produced fluid | Volume of Release | 10bbls | Volume Recovered | None |
| Source of Release | Steel flowline | Date and Hour of Occurrence | 04/06/2011 | Date and Hour of Discovery | 04/06/2011 9:00 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.*

A steel flowline ruptured causing the release. The steel flowline was clamped and is being replaced with poly line.

Describe Area Affected and Cleanup Action Taken.*

Initially 10bbls of produced fluid was released from the flowline and we were unable to recover any fluid. The spill area measures 12' x 20' in the pasture off to the south of the White Star Federal Tank Battery. 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: | |
| Printed Name: | Josh Russo |
| Title: | HSE Coordinator |
| E-mail Address: | jrusso@conchoresources.com |
| Date: | 04/15/2011 |
| Phone: | 432-212-2399 |

| | |
|----------------------------------|-----------------------------------|
| OIL CONSERVATION DIVISION | |
| Approved by District Supervisor: | |
| Approval Date: | 4/20/11 |
| Expiration Date: | |
| Conditions of Approval: | Attached <input type="checkbox"/> |

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

5/20/11

2 RP-749

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Friday, April 15, 2011 1:57 PM
To: Bratcher, Mike, EMNRD; terry_gregston@nm.blm.gov
Cc: Pat Ellis; james_amos@nm.blm.gov; Tavarez, Ike; Dorey, Kim; tom.k.franklin@tetrattech.com
Attachments: WHITE STAR FEDERAL -- DATE OF RELEASE -- 04-06-2011.PDF

Please see attached the C-141 Initial Report for a release that occurred on 04-06-2011 in Eddy County off of the White Star Federal Tank Battery location.

Thanks,

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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