

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

RECEIVED

JUL 05 2011

Form C-141  
Revised October 10, 2003

NMOCD ARTESIA  
Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

Release Notification and Corrective Action

nmLB 112352991 229,37 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	SRO SWD #101	Facility Type	Salt Water Disposal
Surface Owner	State	Mineral Owner	Lease No. (API#) 30-015-26105

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	5	26S	28E					Eddy

Latitude 32 04.392 Longitude 104 06.434

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	40bbls	Volume Recovered	35bbls
Source of Release	Water tank	Date and Hour of Occurrence	06/27/2011	Date and Hour of Discovery	06/27/2011 12:00 a.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	06/27/2011	2:38 p.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 back to the tanks due to a faulty check valve and ball valve at the wellhead. The well has been shut in and the appropriate repairs have been made.

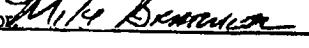
Describe Area Affected and Cleanup Action Taken.\*

Initially 40bbls of produced water was released from the water tank and we were able to recover 35bbls with a vacuum truck. The entire release was contained inside the berm walls of the facility and all free fluids have been recovered. The contaminated material will be removed and hauled to disposal. 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 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.

OIL CONSERVATION DIVISION

Signature:   
Printed Name: Josh Russo  
Title: HSE Coordinator  
E-mail Address: jrusso@conchoresources.com  
Date: 07/05/2011 Phone: 432-212-2399

Approved by District Supervisor   
Approval Date: 8/1/2011 Expiration Date:  
Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 9/1/2011  
Attached ☐

\* Attach Additional Sheets If Necessary

REMEDIAL ACTION  
PROPOSAL NOT LATER THAN:  
9/1/2011

2RP-805