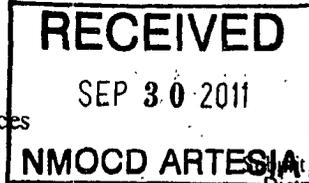


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

nMLB 11286 54724

OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input checked="" type="checkbox"/> Final Report
Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Blackhawk 11 Federal Tank Battery	Facility Type	Tank Battery
Surface Owner	Federal	Mineral Owner	
		Lease No. (API#) 30-015-38250	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	11	16S	28E					Eddy

Latitude 32 55.905 Longitude 104 09.268

NATURE OF RELEASE

Type of Release	Oil	Volume of Release	20bbbls	Volume Recovered	18bbbls
Source of Release	Valve on free water knock out	Date and Hour of Occurrence	09/17/2011	Date and Hour of Discovery	09/17/2011 7:30 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.*

The gauge on the free water knockout was cracked open allowing fluid to be released into the battery. The valve has been shut and the handle has been removed off of the valve so that it cannot be opened on accident.

Describe Area Affected and Cleanup Action Taken.*

Initially 20bbbls were released from the free water knock out inside the Blackhawk 11 Federal Tank Battery. The release was completely contained inside the facility walls and the facility is lined with 40mil plastic. All free fluid has been picked up and all contaminated gravel has been removed. The vessel has been steamed cleaned and fresh gravel has been added as necessary. The facility has been returned to its prior condition.

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	Signed By <i>Mike Brannon</i> Approved by District Supervisor.	
Title:	HSE Coordinator	Approval Date: OCT 13 2011	Expiration Date: <i>NA</i>
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval: <i>NA</i> 	Attached <input type="checkbox"/>
Date:	09/27/2011	Phone:	432-212-2399

* Attach Additional Sheets If Necessary

2RP-917