

RECEIVED

APR 25 2012

Form C-141

Revised October 10, 2003

NMOCD ARTESIA

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

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

Release Notification and Corrective Action

NMCB12/4431811

OPERATOR☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	McIntyre B Heater (Southwest Central TB)	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-29561
					Closest well location

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	20	17S	30E					Eddy

Latitude 32 48.932 Longitude 103 59.711

NATURE OF RELEASE

Type of Release	Oil and produced water	Volume of Release	60bbls pw 20bbls oil	Volume Recovered	55bbls pw 18bbls oil
Source of Release	Fire tube	Date and Hour of Occurrence	04/14/2012	Date and Hour of Discovery	04/14/2012 10:00 p.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 Jim Amos-BLM Terry Gregston-BLM			
By Whom?	Michelle Mullins	Date and Hour	04/15/2012 10:55 a.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.*

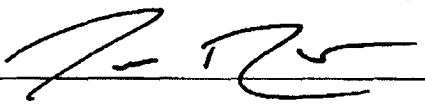
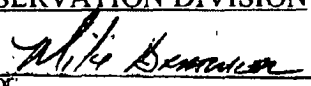
Describe Cause of Problem and Remedial Action Taken.*

A hole developed in the fire tube at the heater. The heater ignited causing a fire.

Describe Area Affected and Cleanup Action Taken.*

Initially 80bbls were released from the heater and we were able to recover 73bbls of fluid with a vacuum truck. The tank battery where the spill occurred is unlined. 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:		OIL CONSERVATION DIVISION	
Printed Name:	Josh Russo	Signed By  Approved by District Supervisor:	
Title:	HSE Coordinator	Approval Date:	MAY 23 2012
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	
Date:	04/23/2012	Phone:	432-212-2399
Conditions of Approval:		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:
6/23/2012

2RP-1124