

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

AUG 21 2012

NMOCD ARTESIA

Form C-141
Revised October 10, 2003

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

Release Notification and Corrective Action

nJM/W1224852275

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	Burch Keely Unit #632	Facility Type	Well pad

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-40327
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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
M	24	17S	29E					Eddy

Latitude 32 48.855 Longitude 104 02.066

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	134bbbls	Volume Recovered	130bbbls
Source of Release	BKU #112 injection line	Date and Hour of Occurrence	08/14/2012	Date and Hour of Discovery	08/14/2012 12:30 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
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By Whom? Josh Russo	Date and Hour 08/15/2012 8:50 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.*


While preparing a new well pad a dozer accidentally hit a buried injection line from the BKU #112 causing the release of fluid onto the site. The line has been repaired and returned to service.

Describe Area Affected and Cleanup Action Taken.*

Initially 134bbbls were released from the injection line and we were able to recover 130bbbls with a vacuum truck. The released fluid was contained in a 10' x 30' area adjacent to the release point. All free fluids were removed and the contaminated soil was immediately excavated and hauled to a disposal. Tetra Tech sampled the spill area and we have backfilled the site in preparation of the drilling rig.

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
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Printed Name: Josh Russo	Approved by District Supervisor: Signed By 
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Title: HSE Coordinator	Approval Date: SEP 04 2012	Expiration Date:
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E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
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Date: 08/21/2012	Phone: 432-212-2399	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:
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October 4, 2012

* Attach Additional Sheets If Necessary

2RP-1270