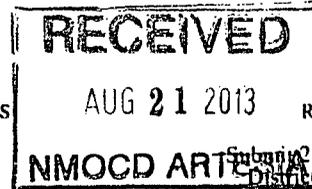


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

TJMW 1323 3/87

OPERATOR

Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Skelly Unit #973	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-36283
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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
B	21	17S	31E					Eddy

Latitude 32.82613 Longitude 103.87409

NATURE OF RELEASE

Type of Release	Oil and produced water	Volume of Release	9bbls of oil 1bbl of produced water	Volume Recovered	9bbls of oil 0bbls of produced water
Source of Release	Oil tank	Date and Hour of Occurrence	08-17-2013	Date and Hour of Discovery	08-17-2013 11:30am
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.*

Lack unit on bad oil, had a gas vent into full tank. Keep BS&W meters down in vessels.

Describe Area Affected and Cleanup Action Taken.*

Initially 9bbls of oil and 1bbls of produced water were released we were able to recover 9bbls of oil and 0bbls of produced water with a vacuum truck. The entire release was contained inside the lined facility. All free fluid has been recovered. Contaminated gravel has been removed and we have replaced with fresh gravel as necessary. This location 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:	<i>Robert Grubbs Jr.</i>	OIL CONSERVATION DIVISION	
Printed Name:	Robert Grubbs Jr.	Approved by District Supervisor:	Signed By <i>Mike Beaman</i>
Title:	Senior Environmental Coordinator	Approval Date:	AUG 23 2013
E-mail Address:	rgrubbs@concho.com	Expiration Date:	
Date:	08-21-2013	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	432-661-6601		

* Attach Additional Sheets If Necessary

2RP-1861