

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., 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

**NM OIL CONSERVATION**

ARTESIA DISTRICT

Form C-141

Revised August 8, 2011

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

JAN 27 2015  
Submit Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

**Release Notification and Corrective Action**

*NAB1503038538*

**OPERATOR**

Initial Report  Final Report

Name of Company: COG Operating LLC <i>229137</i>	Contact: Robert McNeill
Address: 600 West Illinois Avenue, Midland TX 79701	Telephone No. 432-230-0077
Facility Name: Lakewood Farms SWD18 #1	Facility Type: Wellhead

Surface Owner: Fee	Mineral Owner:	API No. 30-015-28164
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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
D	18	19S	26E	660	North	660	West	Eddy

Latitude 32.666242661266 Longitude -104.427663555328

**NATURE OF RELEASE**

Type of Release: Produced Water and drilling fluid	Volume of Release: 5 bbls	Volume Recovered: 5 bbls
Source of Release: Well	Date and Hour of Occurrence: 1/10/2015	Date and Hour of Discovery: 1/10/2015
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Randy Dade - NMOCD	
By Whom? Kyle Canzian	Date and Hour: 1/22/2015	
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 re-entering well crews noticed water and cement coming out of a small hole on location about 70 feet away from well head. Crews stopped circulating and the fluid stopped coming out. The spilled fluid was picked up by a vacuum truck and disposed of properly. The leak at the surface casing was repaired by a squeeze cement job, and the repaired casing passed the pressure test.

Describe Area Affected and Cleanup Action Taken.\*  
Concho will have the spill site investigated to determine 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.

Signature: <i>A. Trujillo</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Amanda Trujillo	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Senior Environmental Coordinator	Approval Date: <i>1/26/15</i>	Expiration Date:
E-mail Address: atrujillo@concho.com	Conditions of Approval: <i>SEE Attached</i>	Attached <input checked="" type="checkbox"/>
Date: January 27, 2015 Phone: 575-748-6940		

\* Attach Additional Sheets If Necessary

*280-21113*

RE: COG Operating LLC \* Lakewood Farms SWD 18 1 \* 30-015-28164 \* Re-Entry for SWD  
Produced water & drilling fluid communication to surface during re-entry operations

Incident date: 1/10/2015

Conditions of approval for the Initial Report Form C-141:

In addition to a soil contamination investigation, OCD will require COG to determine actual depth to ground water at this location. Once established, an investigation into possible ground water impact will be required. The initial borehole to determine depth to ground water is to be coordinated with the OCD District 2 Office. Permitting and scheduling for this portion of the project should commence immediately. As discussed with Robert McNeill on 1/29/2015, the soil and possible ground water contamination investigation will proceed after re-entry operations have been completed at the site.

Mike Bratcher  
NMOCD District 2  
575-748-1283 X108  
[mike.bratcher@state.nm.us](mailto:mike.bratcher@state.nm.us)