

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

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

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company COG Operating LLC	Contact Pat Ellis
Address 550 W. Texas, Suite 1300 Midland, Texas 79701	Telephone No. (432) 685-4332
Facility Name Houma State #1	Facility Type Tank Battery

Surface Owner: State	Mineral Owner	Lease No. (API#) 30-015-31491
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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
J	16	17S	30E					

Latitude N 32.83561° Longitude W 103.97778

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release 70 bbls	Volume Recovered 68 bbls
Source of Release: Water Tank	Date and Hour of Occurrence 3/1/2011	Date and Hour of Discovery 3/1/2011 10:50 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? Mike Bratcher - NMOCD	
By Whom? Josh Russo	Date and Hour 3/1/2011 9:21 a.m.	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

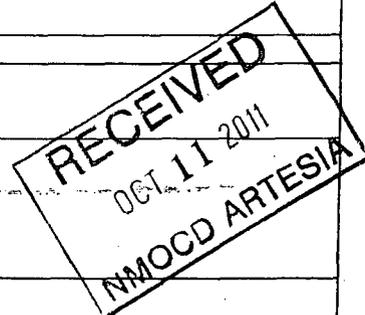
If a Watercourse was Impacted, Describe Fully.*
N/A

Describe Cause of Problem and Remedial Action Taken.*
The transfer pump malfunctioned at the Tank Battery and the high level alarm was never set off. The transfer pump has been fixed and returned to service, the alarm system has been repaired.

Describe Area Affected and Cleanup Action Taken.*
Tetra Tech inspected site and collected samples to define the spills extent. Based on the assessment, COG will perform some general house keeping in the spill areas of auger holes to remove the surface chloride impacted soil. Tetra Tech prepared closure report and submitted to NMOCD for review and approval.

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>[Signature]</i>	OIL CONSERVATION DIVISION	
Printed Name: Ike Tavarez	Approved by District Supervisor: <i>[Signature]</i>	
Title: Project Manager	Approval Date: 4/23/11	Expiration Date: N/A
E-mail Address: Ike.Tavarez@TetraTech.com	Conditions of Approval: <i>Final</i>	
Date: 8/31/11	Phone: (432) 682-4559	Attached <input type="checkbox"/>



* Attach Additional Sheets If Necessary

2RP-637