

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

DEC 17 2010

NMOCD ARTESIA

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

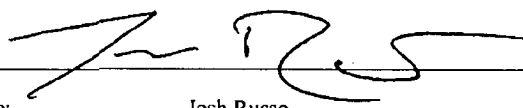


<u>NMLB/1035134439</u>		<b>OPERATOR</b>		<input checked="" type="checkbox"/> Initial Report	<input checked="" type="checkbox"/> Final Report
Name of Company		COG OPERATING LLC 229137	Contact	Pat Ellis	
Address		550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077	
Facility Name		Way South State Com #1	Facility Type	Tank Battery	
Surface Owner	State	Mineral Owner	Lease No. (API#) 30-015-37234		

### LOCATION OF RELEASE

Unit Letter A	Section 30	Township 26S	Range 28E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
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Latitude 32 01.176      Longitude 104 07.122

### NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	117bbls	Volume Recovered	116bbls
Source of Release	Filter pot	Date and Hour of Occurrence	12/04/2010	Date and Hour of Discovery	12/04/2010 10:00 a.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		
By Whom?	Josh Russo	Date and Hour	12/05/2010 8:42 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.*					
After replacing the filters at the filter pot, the roustabout crew left a loose bolt on top of the filter pot allowing water to leak out. All bolts have been tightened.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 117bbls was released from the filter pot and we were able to recover 116bbls with a vacuum truck. All released fluid was completely contained inside the lined tank battery dike walls. The liner will be washed and, as needed, contaminated gravel will be removed and replaced with fresh gravel. The facility 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: 		OIL CONSERVATION DIVISION			
Printed Name: Josh Russo		Approved by District Supervisor: 			
Title: HSE Coordinator		Approval Date: DEC 17 2010		Expiration Date: N/A	
E-mail Address: jrusso@conchoresources.com		Conditions of Approval: 		Attached <input type="checkbox"/>	
Date: 12/15/2010      Phone: 432-212-2399					

\* Attach Additional Sheets If Necessary

2RP-499