

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 28 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

nkmw1035437441

OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Harper State #5	Facility Type	Flowline
Surface Owner	State	Mineral Owner	Lease No. (API#) 31-015-34571

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	16	17S	30E					Eddy

Latitude 32 49.693 Longitude 103 58.118

NATURE OF RELEASE

Type of Release	Produced fluid	Volume of Release	24bbls	Volume Recovered	15bbls
Source of Release	Flowline	Date and Hour of Occurrence	08/16/2010	Date and Hour of Discovery	08/16/2010 4:30 p.m.
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.*

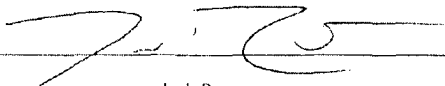
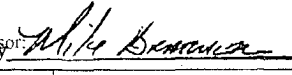
Describe Cause of Problem and Remedial Action Taken.*

A hole developed in the Harper State #5 flowline. The defective section of pipe was completely removed and replaced with a new section.

Describe Area Affected and Cleanup Action Taken.*

Initially 24bbls of produced fluid was released from the Harper State #5 flowline. We were able to recover 15bbls of produced fluid with a vacuum truck. The dimensions of the release were a 2' x 50' stream that followed the similar path of a previous release directly behind the Harper State #5 Tank Battery. The closest well location to the release is 50' west of the spill area and is the Harper State #1 well: 430' FSL 330' FEL. Sec.16-T17S-R30E, Eddy Co., NM, B-936, API# 30-015-30831). Tetra Tech will sample the spill site area to delineate 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:		OIL CONSERVATION DIVISION	
Printed Name:	Josh Russo	Approved by District Supervisor:	
Title:	HSE Coordinator	Approval Date:	<i>3/3/11</i>
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	
Date:	08/28/2010	Phone:	432-212-2399

* Attach Additional Sheets If Necessary

Conditions of Approval:
Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

4/3/11

Attached

2RP-502

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Saturday, August 28, 2010 12:33 PM
To: Bratcher, Mike, EMNRD
Cc: Pat Ellis; Tavarez, Ike
Subject: C-141 - Harper State #5 Flowline Initial Report
Attachments: HARPER STATE #5 FLOWLINE RELEASE -- DATE OF RELEASE -- 08-16-2010.PDF

Mr. Bratcher,

Please find attached the C-141 Initial Report for the Harper State #5 flowline release that occurred on 08/16/2010.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.