

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

I & F

**RECEIVED**  
MAR 08 2013  
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**

*JMW 1307040625*

**OPERATOR**       Initial Report     Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Y ENERGY STATE COM #001H	Facility Type	TANK BATTERY

Surface Owner	STATE	Mineral Owner		Lease No. (API#)	30-015-36033
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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
L	32	18S	30E					EDDY

Latitude 32.70289      Longitude 103.99947

**NATURE OF RELEASE**

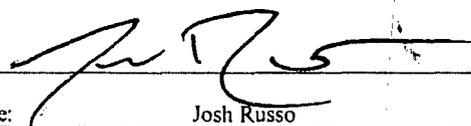
Type of Release	Produced water	Volume of Release	15bbls	Volume Recovered	14bbls
Source of Release	Check valve	Date and Hour of Occurrence	02-26-2013	Date and Hour of Discovery	02-26-2013 2:30pm
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" 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.\*  
The swedge and the gauge blew out of the check valve going to the water transfer pump inside the facility. The check valve has been replaced.

Describe Area Affected and Cleanup Action Taken.\*  
Initially 15bbls of produced water were released from a check valve where the swedge and gauge blew out of. The check valve was going to the water transfer pump inside the facility. We were able to recover 14bbls with a vacuum truck. The release was completely contained inside the lined facility walls of the tank battery. All free fluid has been recovered. Any contaminated gravel has been removed and we have replaced with fresh gravel as necessary. 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:		<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Josh Russo	Approved by District Supervisor:	Signed By: 
Title:	Senior Environmental Coordinator	Approval Date:	MAR 11 2013
E-mail Address:	jrusso@concho.com	Expiration Date:	
Date:	03-08-2013	Phone:	432-212-2399
Conditions of Approval:		Attached <input type="checkbox"/>	

\* Attach Additional Sheets If Necessary

2RP-1582