

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
JAN 02 2014
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

JMN 1401630480 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	State HU Com #001	Facility Type	Tank Battery

Surface Owner	State	Mineral Owner		Lease No. (API#)	30-015-22146
---------------	-------	---------------	--	------------------	--------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	07	19S	28E					Eddy

Latitude 32.66922 Longitude 104.21657

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	20bbls	Volume Recovered	15bbls
Source of Release	4" mainline	Date and Hour of Occurrence	12-30-2013	Date and Hour of Discovery	12-30-2013 10:05am
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 4" mainline failed due to corrosion. We have replaced the bad section of pipe.

Describe Area Affected and Cleanup Action Taken.*
Initially 20bbls of produced water were released due corrosion on a 4" line. We were able to recover 15bbls of produced water with a vacuum truck. The spill was contained inside the lined facility. All free fluid has been recovered. Any contaminated gravel has been removed, the liner has been steam cleaned and we has replaced with fresh gravel as necessary. This location 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: <i>Robert Grubbs Jr.</i>		OIL CONSERVATION DIVISION	
Printed Name: Robert Grubbs Jr.		Approved by District Supervisor: Signed By <i>Mike Brannon</i>	
Title: Senior Environmental Coordinator		Approval Date: JAN 15 2014	Expiration Date:
E-mail Address: rgrubbs@concho.com		Conditions of Approval:	
Date: 01-02-2014 Phone: 432-661-6601		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Accepted for record
NMOCD

2RP-2144