

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
900 Rio Brazos Road, Aztec, NM 87410
District IV
20 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
MAR 27 2014
NMOCD ARTESIA

Form C-141
Revised October 10, 2003
Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

nHMP1409037187 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Robert McNeill
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Loco Hills SWD 35 #001	Facility Type	Tank Battery

Surface Owner State	Mineral Owner	Lease No. (API#) 30-015-31635
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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
P	36	17S	30E					Eddy

Latitude 32.78561 Longitude 103.91967

NATURE OF RELEASE

Type of Release Produced water	Volume of Release 3050bbbs	Volume Recovered 1820bbbs
Source of Release Main produced water line	Date and Hour of Occurrence 03-14-2014	Date and Hour of Discovery 03-14-2014 11:40am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher - NMOCD	
By Whom? Michelle Mullins	Date and Hour 03-15-2014 10:58am	
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 fused 90 failed going into the lined facility. Repaired and replaced the failed 90.

Describe Area Affected and Cleanup Action Taken.*
Initially 3050bbbs of produced water were released. We were able to recover 1820bbbs with vacuum trucks. All free fluids have been recovered Concho will have the spill site sampled 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: <i>Robert Grubbs Jr.</i>		OIL CONSERVATION DIVISION	
Printed Name: Robert Grubbs Jr.		Approved by District Supervisor: <i>[Signature]</i>	
Title: Senior Environmental Coordinator		Approval Date: 3-31-14	Expiration Date: NA
E-mail Address: rgrubbs@concho.com		Conditions of Approval:	
Date: 03-27-2014	Phone: 432-661-6601	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Remediation per OCD Rule & Guidelines. **SUBMIT REMEDIATION PROPOSAL NO LATER THAN:**
5-1-14 2RP-2235