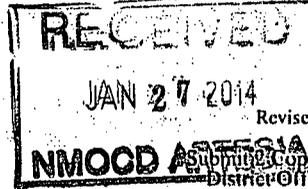


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1520 Rio Brazos Road, Aztec, NM 87410
District IV
100 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



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

nHMP 1409239389

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	Skelly Unit #989	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-36498
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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
F	23	17S	31E					Eddy

Latitude 32.82191 Longitude 103.84353

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	790bbbls	Volume Recovered	790bbblx
Source of Release	Pump starter tripped	Date and Hour of Occurrence	01-18-2014	Date and Hour of Discovery	01-18-2014 07:30am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher - MNOCD		
By Whom?	Robert Grubbs Jr.	Date and Hour	01-20-2014 1:23pm		
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.*
Water pump starter tripped and alarm failed. Reset water pump starter and fix the alarm.

Describe Area Affected and Cleanup Action Taken.*
Initially 790bbbls of produced water were released due to a starter failure. We were able to recover 790bbbls of produced water with vacuum trucks. 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 have 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: <i>[Signature]</i>	
Title: Senior Environmental Coordinator		Approval Date: <i>4-2-14</i>	Expiration Date: <i>NA</i>
E-mail Address: rgrubbs@concho.com		Conditions of Approval: <i>Final</i>	Attached <input type="checkbox"/>

Date: 01-24-2014 Phone: 432-661-6601

* Attach Additional Sheets If Necessary

**Like approval by
BLM**

22P-2246