

Received June 4 2010

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

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

OPERATOR

Initial Report Final Report

Name of Company	COG Operating LLC	Contact	Pat Ellis
Address	550 W. Texas, Suite 1300 Midland, Texas 79701	Telephone No.	(432) 685-4332
Facility Name	Polais Federal 1-3 Tank Battery	Facility Type	Tank Battery
Surface Owner	Federal	Mineral Owner	
		Lease No.	30-015-31565

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	17	17S	30E	2310	North	2210	West	Eddy

Latitude N 32°50.105 Longitude W 103°59.751

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	25 bbls	Volume Recovered	15 bbls
Source of Release	Heater	Date and Hour of Occurrence	Unknown 2/15/10	Date and Hour of Discovery	2/15/10
Was Immediate Notice Given?	- <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required				
	If YES, To Whom? Terry Gregston - BLM				
By Whom?	Rick Wright				
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
	If YES, Volume Impacting the Watercourse. N/A				

If a Watercourse was Impacted, Describe Fully.*

N/A

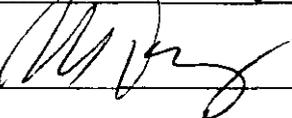
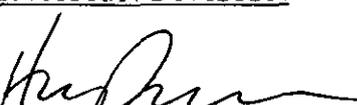
Describe Cause of Problem and Remedial Action Taken.*

The connection from the flow line to the heater treater was defective. The failed heater/flow line connection was repaired.

Describe Area Affected and Cleanup Action Taken.*

The spill occurred outside the facility firewalls. Majority of the spill was overspray west of the tank battery. The area was assessed to evaluate the spill. All samples were below the RRAL for TPH and BTEX. Elevated chloride concentrations were removed and hauled to CRI for disposal. The excavation was backfilled with clean soil. A closure report has been prepared and submitted to the NMOCD for review and approval.

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: 	<u>OIL CONSERVATION DIVISION</u>		
Printed Name: Ike Tavarez	Approved by District Supervisor: 		
Title: Project Manager	Approval Date: 6/5/10	Expiration Date: N/A	
E-mail Address: ike.tavarez@tetrattech.com	Conditions of Approval: 		Attached <input type="checkbox"/>
Date: 6-2-10	Phone: (432) 682-4559		

* Attach Additional Sheets If Necessary

22P-445