

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 MAR 03 2010
Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

30-05-28142
NMLB/035136241
Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	423-230-0077
Facility Name	BISCUIT HILLS SWD #1	Facility Type	SWD Facility

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-029395B
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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
O	29	17S	31E	950	SOUTH	1980	EAST	EDDY

Latitude 32.80075 Longitude 103.889633

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	1822bbls	Volume Recovered	1820bbls
Source of Release	Pump	Date and Hour of Occurrence	02/25/2010	Date and Hour of Discovery	02/25/2010 2:00 p.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher -OCD Paul Evans - BLM		
By Whom?	Josh Russo	Date and Hour	02/26/2010	1:52 p.m.	
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.*

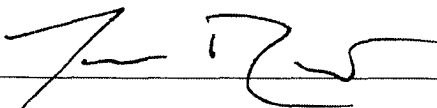
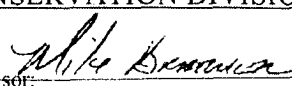
Describe Cause of Problem and Remedial Action Taken.*

A broken 1x4 swedge was the cause of the release. The broken swedge has been replaced with a new one.

Describe Area Affected and Cleanup Action Taken.*

The entire release of 1822 bbls was completely contained within the boundary of the dike wall, which is lined with 40 mil plastic. A vacuum truck was called and recovered 1820 bbls of fluid. All saturated soils will be removed from the dike and hauled to the appropriate disposal facility. Clean gravel will then be added to the facility.

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: 		OIL CONSERVATION DIVISION	
Printed Name: Josh Russo		Approved by District Supervisor: 	
Title: HSE Coordinator		Approval Date: DEC 17 2010	Expiration Date:
E-mail Address: jrusso@conchoresources.com		Conditions of Approval:	Attached <input type="checkbox"/>
Date: 03/01/2010 Phone: 432-212-2399			

* Attach Additional Sheets If Necessary

2RA-500