

December 18, 2014

Oil Conservation Division District 2 – Artesia 811 S. First St. Artesia, NM 88210

Re: RJU Unit #136 30-015-37139

> Sec. 27, T17S-R29E Eddy County, NM

Mrs. Heather Patterson,

COG Operating LLC would like to submit the enclosed documents for closure of the RJU Unit #136 release reported on the C-141 Initial dated July 8, 2014.

All work has been completed in accordance with the approved work plan submitted to the NMOCD and BLM, along with the requested stipulations. As per the NMOCD stipulations, S1 was excavated down to a depth of 10'. During a verbal discussion with the NMOCD it was agreed that COG would not blend and aerate the zone from 10' to 14' in order to decrease the amount of impact to the natural surroundings. The sample in question for the S1- 14' zone was determined to have been cross contaminated and a confirmation sample was to be attempted. Due to sloughing during excavation, a representative sample could not be achieved. The areas of S2 and S4 were excavated as written with S3 excavated to a depth of 3' and a liner installed prior to backfill. The excavated areas were backfilled with caliche and 2' of clean topsoil.

A signed C-141 Final is enclosed for your consideration. Please feel free to contact me with any questions or concerns at (575) 748-6933.

Sincerely,

Lupe Carrasco

Environmental Coordinator

Enclosed: C-141 Final

District I
1625 N. French Dr., Hobbs, NM 88240
District III
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 Revised October 10, 2003
Submit 2 Copies to appropriate

Form C-141

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Attached

Release Notification and Corrective Action **OPERATOR** Initial Report COG OPERATING LLC Name of Company Contact Robert McNeill Address 600 West Illinois Avenue, Midland, TX 79701 Telephone No. 432-230-0077 Facility Name **RJ Unit #136** Facility Type Flowline Surface Owner Federal Mineral Owner Lease No. (API#) 30-015-34975 LOCATION OF RELEASE Unit Letter Section North/South Line East/West Line Township Range Feet from the Feet from the County K 27 29E 17S Eddy Latitude 32 48.210 Longitude 104 03.0928 NATURE OF RELEASE Volume of Release Type of Release Volume Recovered Oil and Produced Water 10 B/O, 40 B/PW 8 B/O, 15 B/PW Source of Release Steel flowline Date and Hour of Occurrence Date and Hour of Discovery 6-25-2014 2:00 PM 6-25-2014 Was Immediate Notice Given? If YES, To Whom? Jeff Robertson-BLM By Whom? Michelle Mullins Date and Hour 06-25-2014 4:23 PM Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully,* Describe Cause of Problem and Remedial Action Taken.* 3" steel line corroded due to age, the will be replaced with poly. Describe Area Affected and Cleanup Action Taken.* Initially 10 bbls of oil and 40 bbls of produced water were released. We were able to recover 8 bbls of oil and 15 bbls of produced water with a vacuum truck. 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/BLM 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. OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Printed Name: Lupe Carrasco Title: **Environmental Coordinator** Approval Date: **Expiration Date:**

Conditions of Approval:

12-18 -2014

gcarrasco@concho.com

Phone:

575-748-6933

E-mail Address:

^{*} Attach Additional Sheets If Necessary