ARTESIA DISTRICT District I State of New Mexico 1625 N. French Dr., Hobbs, NM 88240 Form C-141 MAY 04 2016 Energy Minerals and Natural Resources District II Revised August 8, 2011 811 S. First St., Artesia, NM 88210 Submit 1 Copy to appropriate District Office in **RECEIVED**^{ccordance} with 19.15.29 NMAC. District III **Oil Conservation Division** 1000 Rio Brazos Road, Aztec, NM 87410 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report Final Report Name of Company: COG Operating LLC 224131 Contact: Robert McNeill Address: 600 West Illinois Avenue, Midland TX 79701 Telephone No. 432-230-0077 Facility Name: BOSE IKARD 4 STATE COM #027H Facility Type: Wellhead Surface Owner: State Mineral Owner: Fee API No. 30-015-42785 LOCATION OF RELEASE Unit Letter Range North/South Line East/West Line Section Township Feet from the Feet from the County М 04 17S 29Ē 990 South 330" West Eddy Latitude32.859179808994 Longitude -104.087360415183 NATURE OF RELEASE Type of Release: Volume of Release: Volume Recovered: Oil & Produced Water 4 bbls Oil : 8 bbls PW 3 bbls Oil : 6 bbls PW Source of Release: Date and Hour of Occurrence: Date and Hour of Discovery: 4/20/2016 7:00 am 4/20/2016 7:00 am Well head Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No 🖾 Not Required By Whom? Date and Hour: 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.* This release was caused by a nipple on the wellhead. A vacuum truck was dispatched to recover all standing fluid and Microblaze was applied. Describe Area Affected and Cleanup Action Taken.* This release occurred at the wellhead and ran into the pasture. 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. OIL CONSERVATION DIVISION Rent Surf Approved by Envirosimental Apeciation /4 Branches Signature: Printed Name: Robert Grubbs Jr. 515116 Expiration Date: NIA Approval Date: Title: Senior Environmental Coordinator Conditions of Approval: E-mail Address: rgrubbs@concho.com Remediation per O.C.D. Rules & Guidelines Phone: 432-683-7443 Date: May 3, 2016 SUBMIT REMEDIATION PROPOSAL NO 200.3674 * Attach Additional Sheets If Necessary. LATER THAN: 10

NM OIL CONSERVATION