

November 16, 2015

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

Re: SL Deep Federal #3

30-025-39441

Sec. 30, T19S-R32E Lea County, NM RECEIVED

By JKeyes at 3:03 pm, Nov 16, 2015

APPROVED

By JKeyes at 3:03 pm, Nov 16, 2015

Ms. Kellie Jones,

COG Operating LLC would like to submit the enclosed documents for closure of the above captioned well. The closure request is in response to the C-141 Initial report dated July 14, 2015.

All work has been completed in accordance with the approved work plan submitted to the NMOCD and BLM. As for the stipulation requested by the NMOCD of a confirmation sample obtained at S1, field samples determined that the proposed excavation of 5' to be slightly elevated in chlorides above 1000 ppm. The determination was made to extend the excavation of S1 to a total depth of 6' thus removing the area in question.

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

Tyn Cauca

Enclosed: C-141 Final

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico **Energy Minerals and Natural Resources**

Submit I Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Form C-141

Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe NM 87505

Danta i e, i i i i o i o o o o									
Release Notification and Corrective Action									
					OPER	OPERATOR		al Report 🛛 🖂	Final Report
Name of Co	mpany: C	OG Operati	ng LLC		Contact: R	Contact: Robert McNeill			
Address: 60	0 West III	inois Avenue	, Midlan	d TX 79701	Telephone	Telephone No. 432-230-0077			
Facility Nar	ne: SL De	ep Federal#	3		Facility Ty	Facility Type: Battery			
Surface Owner: Federal Mineral Owner)wner:	API No. 30-025-39441			***
LOCATION OF RELEASE									
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	Cou	ntv
С	30	198	32Ē	990	North	1650	West	Le	-
Latitude 32.6360207 Longitude -103.8087845									

NATURE OF RELEASE Type of Release: Volume of Release: Volume Recovered: Oil and Water 1 bbl Oil; 35 bbl PW 0 bbl Oil: 30 bbl PW Source of Release: Date and Hour of Occurrence: Date and Hour of Discovery: Flowline 6/30/2015 8:30 am 6/30/2015 8:30 am Was Immediate Notice Given? If YES, To Whom? Kellie Jones - NMOCD / Jim Amos - BLM By Whom? Amanda Trujillo Date and Hour: Wed 7/1/2015 5:29 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.* This release was caused by the corrosion of a steel flowline within the battery area. Vacuum trucks were dispatched to recover all standing fluid. Describe Area Affected and Cleanup Action Taken.* This release occurred within the bermed area among the separation equipment. Concho had the spill site sampled to delineate any possible contamination from the release and presented 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 Signature: Approved by Environmental Specialist: Printed Name: Lupe Carrasco /// 11/16/2015 Title: Approval Date: **Expiration Date: Environmental Coordinator** E-mail Address: gcarrasco@concho.com Conditions of Approval: Attached /// Date: November 16, 2015 Phone: 575-748-6940 1RP 3743

* Attach Additional Sheets If Necessary