

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
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

By JKeyes at 8:56 am, Jul 25, 2016

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

| | | | |
|------------------|--|----------------|----------------------|
| Name of Company: | COG Operating LLC | Contact: | Robert McNeill |
| Address: | 600 West Illinois Avenue, Midland TX 79701 | Telephone No. | 432-683-7443 |
| Facility Name: | WILD COBRA 1 STATE #002H | Facility Type: | Tank Battery |
| Surface Owner: | State | Mineral Owner: | API No. 30-025-40404 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| E | 01 | 19S | 34E | 1815 | North | 460 | West | Lea |

Latitude 32.6920547

Longitude 103.5209732

NATURE OF RELEASE

| | | |
|---|--|---|
| Type of Release: Oil and Produced Water | Volume of Release: 2bbls of oil 3bbls of produced water | Volume Recovered: : 2bbls of oil 2bbls of produced water |
| Source of Release: Sight Glass | Date and Hour of Occurrence: 05-22-2016 11:00 am | Date and Hour of Discovery: 05-22-2016 11:00 am |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour: | |
| 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.*

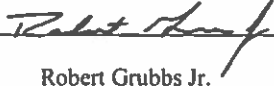

Describe Cause of Problem and Remedial Action Taken.*

Sight glass broke on the heater treater. Replaced the sight glass on the heater treater with a new one.

Describe Area Affected and Cleanup Action Taken.*

This release occurred within the containment on a lined facility. A vacuum truck was dispatched to remove all freestanding fluids. The liner has been cleaned any contaminated gravel has been removed and replaced. The facility has been placed back into operation.

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: Robert Grubbs Jr. | Approved by Environmental Specialist:  | | |
| Title: Senior Environmental Coordinator | Approval Date: 07/25/2016 | Expiration Date: /// | |
| E-mail Address: rgrubbs@concho.com | Conditions of Approval: /// | Attached <input type="checkbox"/> IRP 4291 | |
| Date: July 22, 2016 | Phone: 432-683-7443 | | |

* Attach Additional Sheets If Necessary