

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

HOBBS OGD
State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 8, 2011

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	Cobalt Operating, LLC	Contact	Josh Garner
Address	3001 N. Big Spring St. Ste. 206	Telephone No.	432-683-8030
Facility Name		Facility Type	
Surface Owner		Mineral Owner	
		API No.	30-025-26323

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	8	17-S	38-E	2088'	NORTH	1976'	EAST	LEA

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Spill	Volume of Release	est. 30 bbls	Volume Recovered	est. 25 bbls
Source of Release	Vessel	Date/Hour of Occurrence	11/29/14 7am	Date/Hour of Discovery	11/29/14 10am
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input 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.*					
Loss of pressure on vessel. Caused all fluids to be sent to temp. oil tanks and displaced fluid on the ground. Free fluids was picked up by vacuum truck and disposed of.					
Describe Area Affected and Cleanup Action Taken.*					
Roughly 30'x30' area NW of frack tanks. Going to remediate IN-SITU with microbes.					

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: <i>JoAnn Tercero</i>	OIL CONSERVATION DIVISION	
Printed Name: JoAnn Tercero	Approved by Environmental Specialist:	
Title: Regulatory Analyst	Approval Date: 12-12-14	Expiration Date: 2-12-15
E-mail Address: joann@cobaltooperating.com	Conditions of Approval: <i>See signed report - Release not include area under NMOCD</i>	Attached <input type="checkbox"/> <i>IRP-3953</i>
Date: 12/10/2014	Phone: 432-683-8030	

* Attach Additional Sheets If Necessary

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DEC 12 2014