District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III

State of New Mexico

Energy Minerals and Natural Resources RECEIVED

Oil Conservation Division

Revised October 10, 2003 Submit 2 Copies to appropriate

Form C-141

with Rule 116 on back side of form

NOV 0 1 2012 District Office in accordance 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 NIMOCO ARTESIA Release Notification and Corrective Action **OPERATOR** Initial Report Final Report **COG Operating LLC** Pat Ellis Name of Company Contact (432) 230-0077 550 W. Texas, Suite 1300 Midland, Texas 79701 Address Telephone No. Yucca State Tank Battery Tank Battery Facility Name Facility Type Surface Owner: State Mineral Owner Lease No. (API#) 30-015-33012 Closest well location (B-2613) LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County 16 17S 31E Eddy Latitude N 32.82855° Longitude W 103.87409° NATURE OF RELEASE Type of Release: Produced Fluid Volume of Release 10bbls oil Volume Recovered 5bbls oil 40bbls produced water 30bbls produced water Source of Release: Poly flowline (burned in fire) Date and Hour of Occurrence Date and Hour of Discovery 06/14/2012 3:00 p.m. 06/17/2012 Was Immediate Notice Given? If YES, To Whom? Mike Bratcher-OCD Date and Hour 06/17/2012 8:24 p.m. By Whom? Michelle Mullins Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No N/A with the second residence of If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* An 8" DCP gas transmission line ruptured and ignited the surrounding pasture; which, in turn, burned several of our poly flowlines aroung the Yucca State Tank Battery. We are in the process of replacing all damaged flowlines. Describe Area Affected and Cleanup Action Taken.* Tetra Tech personnel inspected the site and collected samples to define spills extent. Soil that exceeded RRAL was removed and hauled away for proper disposal. The site was then brought up to surface grade with clean backfill material. Tetra Tech prepared a closure report and submitted it to NMOCD for review. 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: du COL Approved by District Supervisor: Printed Name: Ike Tavarez Title: Project Manager Approval Date: **Expiration Date:** E-mail Address: Ike.Tavarez@TetraTech.com Conditions of Approval: Attached

Attach Additional Sheets If Necessary

Phone: (432) 682-4559

Date: 10-16.12