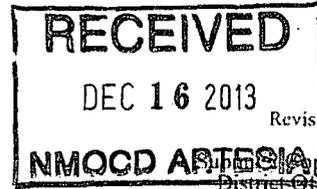


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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



Form C-141
Revised October 10, 2003
This form applies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

njmw 1335337210

OPERATOR Initial Report Final Report

| | | | |
|-----------------|---|---------------|----------------|
| Name of Company | COG OPERATING LLC 229137 | Contact | Robert McNeill |
| Address | 600 West Illinois Avenue, Midland, TX 79701 | Telephone No. | 432-230-0077 |
| Facility Name | Birdseye 32 State #004H | Facility Type | Tank Battery |

| | | |
|---------------------|---------------|-------------------------------|
| Surface Owner State | Mineral Owner | Lease No. (API#) 30-015-39387 |
|---------------------|---------------|-------------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| M | 32 | 19S | 31E | | | | | Eddy |

Latitude 32.61048 Longitude 103.89886

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|---|----------------------------|--|
| Type of Release | Oil and produced water | Volume of Release | 15bbls of oil 10bbls of produced water | Volume Recovered | 10bbls of oil 8bbls of produced water |
| Source of Release | Gasket on separator failed | Date and Hour of Occurrence | 12-05-2013 | Date and Hour of Discovery | 12-05-2013 09:30am |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | Mike Bratcher - NMOCD | | |
| By Whom? | Michelle Mullins | Date and Hour | 12-06-2013 07:33am | | |
| 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.*

Back pressure on the separator caused the gasket to fail. Replace the gasket and watch the back pressure.

Describe Area Affected and Cleanup Action Taken.*

Initially 15bbls of oil and 10bbls of produced water were released from the separator. We were able to recover 10bbls of oil and 8bbls of produced water with a vacuum truck. The spill was contained inside the lined facility. All free fluid has been recovered. Any contaminated gravel has been removed, the liner has been steam cleaned and we have replaced with fresh gravel as necessary. This location has been returned to its prior condition.

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>Robert Grubbs Jr.</i> | OIL CONSERVATION DIVISION | |
| Printed Name: | Robert Grubbs Jr. | Approved by District Supervisor: | Signed By <i>Mike Bratcher</i> |
| Title: | Senior Environmental Coordinator | Approval Date: | DEC 19 2013 |
| E-mail Address: | rgrubbs@concho.com | Expiration Date: | |
| Date: | 12-11-2013 | Conditions of Approval: | Attached <input type="checkbox"/> |
| Phone: | 432-661-6601 | | |

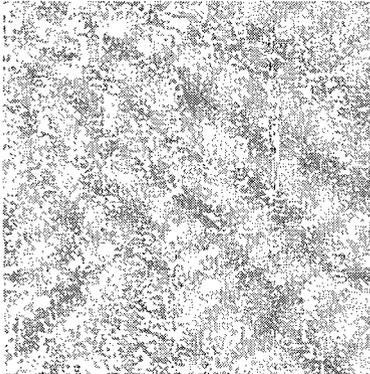
* Attach Additional Sheets If Necessary

Accepted for record
NMOCD

2RP-2120

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Monday, December 16, 2013 7:42 AM
To: Bratcher, Mike, EMNRD
Cc: Robert McNeill
Subject: C-141 Initial/Final Report - Birdseye 32 State #004H
Attachments: Birdseye 32 State #004H (TB) -- Date of Release -- 12-05-2013.pdf



Mr. Bratcher,

Please see attached the C-141 Initial/Final Report for a release that occurred at our Birdseye 32 State #004H on 12-05-2013 in Eddy County New Mexico. This is a lined facility.

Thank you,

*Robert Grubbs Jr.
Sr. Environmental Coordinator
432.683.7443 (main)
432.818.2369 (direct)
432.661.6601 (cell)
rgrubbs@concho.com*

*Mailing Address:
One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701*



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Bratcher, Mike, EMNRD

From: Michelle Mullins <MMullins@concho.com>
Sent: Friday, December 06, 2013 6:33 AM
To: Bratcher, Mike, EMNRD
Cc: Robert Grubbs
Subject: Birdseye 32 State #4H-Immediate Notification

Mr. Bratcher:

At approximately 9:30 a.m. on 12/05/2013, a produced fluid release was discovered at the above-referenced facility. An estimated 25 bbls of produced fluid was released. The cause of the release is currently under investigation. We will follow up within 15 days with a C-141 Report. GPS coordinates, legal description and driving directions are listed below.

32.61048 103.89886

Birdseye 32 State #4H
Unit M
Sec 32 T19S R31E
330' FSL & 330' FWL
Eddy County, NM
API 30-015-39387

From Highway 360 turn east on County Road 222. Travel 3.8 miles. Turn south and travel .2 miles to cattle guard. Turn left and travel .7 miles to facility on left.

Thank you.

Michelle Mullins
Environmental Coordinator
COG Operating, LLC
(432) 934-1052
mmullins@concho.com

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