

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

Form C-141
Revised August 8, 2011

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

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

Release Notification and Corrective Action

NAB1534956719 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: Nervous Horz Com #3H | Facility Type: Battery |

| | | |
|----------------------|----------------|----------------------|
| Surface Owner: State | Mineral Owner: | API No. 30-015-37145 |
|----------------------|----------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| B | 36 | 18S | 31E | 330' | North | 1980' | East | Eddy |

Latitude 32.710434 Longitude -103.8208313

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release: Oil | Volume of Release: 30 bbls Oil | Volume Recovered: 25 bbls Oil |
| Source of Release: Open Valve | Date and Hour of Occurrence: 11/24/2015 7:30 am | Date and Hour of Discovery: 11/24/2015 7:30 am |
| 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? Lupe Carrasco | Date and Hour: Tue 11/24/2015 3:34 PM | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

NM OIL CONSERVATION
ARTESIA DISTRICT
DEC 14
RECEIVED

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

This release was caused when a valve was left open on battery piping. Vacuum trucks were dispatched to recover all standing fluid.

Describe Area Affected and Cleanup Action Taken.*

This release occurred within a lined containment, however we are further investigating the release. Fluids were recovered, the facility cleaned and put back into service. Concho will have the spill site sampled to delineate any possible contamination from the release and we will present 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.

| | | |
|--|---|----------------------|
| Signature: <i>Amanda T. Davis</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Amanda Trujillo Davis | Approved by Environmental Specialist: <i>[Signature]</i> | |
| Title: Senior Environmental Coordinator | Approval Date: 12/15/15 | Expiration Date: N/A |
| E-mail Address: atrujillo@concho.com | Conditions of Approval: Remediation per O.C.D. Rules & Guidelines Attached <input type="checkbox"/> | |
| Date: December 8, 2015 Phone: 575-748-6940 | SUBMIT REMEDIATION PROPOSAL NO | |

LATER THAN: 1/16/16 **2RP-3450**

* Attach Additional Sheets If Necessary

Patterson, Heather, EMNRD

From: Amanda Trujillo Davis <ATrujillo@concho.com>
Sent: Monday, December 14, 2015 9:15 AM
To: Patterson, Heather, EMNRD; Bratcher, Mike, EMNRD
Subject: (Amended C-141 Initial-Final) Nervous Horz Com #3H (30-015-37145)
Attachments: 11-24-2015 Nervous Horz Com #3H (TB) Initial.pdf

Mr. Bratcher,

I received additional information on this location this morning. We are further investigating the integrity of the liner. Please accept my attached amended C-141 Initial for record. If you have any additional questions please feel free to contact me.

Thank you,

Amanda Trujillo Davis
Senior Environmental Coordinator
COG Operating LLC
Cell: 505.350.1336
Office: 575.748.6930
atrujillo@concho.com

1401 Commerce Drive
Carlsbad, NM 88220



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From: Amanda Trujillo Davis
Sent: Friday, December 11, 2015 4:46 PM
To: Heather Patterson; Mike.Bratcher@state.nm.us
Subject: (C-141 Initial-Final) Nervous Horz Com #3H (30-015-37145)

Mr. Bratcher,

Attached is a C-141 Initial-Final for your consideration. If you have any additional questions please feel free to contact me.

Thank you,

Amanda Trujillo Davis
Senior Environmental Coordinator
COG Operating LLC

Cell: 505.350.1336
Office: 575.748.6930
atrujillo@concho.com

1401 Commerce Drive
Carlsbad, NM 88220



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From: Lupe Carrasco
Sent: Tuesday, November 24, 2015 3:34 PM
To: 'mike.bratcher@state.nm.us'; 'Heather.Patterson@state.nm.us'
Cc: Amanda Trujillo Davis
Subject: (Notification) Nervous Horz Com #3H (30-015-37145)

Mr. Bratcher,

COG Operating LLC is reporting a release on the Nervous Horz Com #3H (30-015-37145).
Unit B Section 36, Township 18S Range 31E

The release occurred at 7:30 am on 11/24/2015.
Released: 30 bbls oil
Recovered: In progress

The release was due to a valve left in the wrong position. The area is being evaluated and a C-141 will be submitted. If you have any additional questions please feel free to contact me.

Thanks!

Lupe Carrasco
Environmental Coordinator
Concho Resources
Cell: 575-725-0787
Office: 575-748-6933
gcarrasco@concho.com

1401 Commerce Drive
Carlsbad, NM 88220



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