

APR-24-07 02:57PM FROM-CONCHO

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T-197 P.02/02 F-554

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

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

| | | | |
|-----------------|--|---------------|-----------------|
| Name of Company | COG Operating LLC | Contact | Phyllis Edwards |
| Address | 550 W. Texas Ave, Ste 1300 Midland, TX 79701 | Telephone No. | 432-683-4340 |
| Facility Name | Jalmat Yates Unit #6 | Facility Type | Gas Well |

| | | | |
|---------------|---------------|-----------|--------|
| Surface Owner | Mineral Owner | Lease No. | 301048 |
|---------------|---------------|-----------|--------|

LOCATION OF RELEASE

API # 30025097450000

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| P | 12 | 25S | 36E | 1050 | North | 1600 | East | Lea |

Latitude ~200' Longitude _____

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|----------------------|----------------------------|--------------------------|
| Type of Release | produced oil & water leak | Volume of Release | 1 BO & 3 BW | Volume Recovered | 0 BO & 0 BW |
| Source of Release | hole in flowline | Date and Hour of Occurrence | 4/23/07 time unknown | Date and Hour of Discovery | 4/23/07 apprx 12:00 Noon |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Left message w/ Hobbs NMOCD & surface owner | | | |
| By Whom? | COG employee Boyd Chesser | Date and Hour | 12:00 Noon 4/23/07 | | |
| 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.*

Hole in flowline. Replace flow line.

Describe Area Affected and Cleanup Action Taken.*

Leak was in an area running by the affected flowline 4' x 60'.
Remediation began 4-24-07 by replacing affected flowline.
Contaminated dirt was excavated & hauled to the Jalmat Central battery.
Dirt will be taken to landfill at a later date.

~~REPAIR~~ EXEMPTION
REQUIRES DIRECT HALL TO

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: Phyllis A. Edwards

Printed Name: Phyllis A. Edwards

Approved by District Supervisor: Enrico Enge

Title: Regulatory Analyst

Approval Date: 4-25-07

Expiration Date: 6-29-07

E-mail Address: pedwards@conchoresources.com

Conditions of Approval:

Attached ☐

Date: 4/24/07

Phone: 432-685-4340

SUBMIT FINAL REPORT
w/ DISPOSAL TICKETS &
LAB
SOIL TESTS.

* Attach Additional Sheets If Necessary

incident - n PAC0711538058
application - p PAC0711538150

RP#1293