State of New Mexico Energy Minerals and Natural Resources

Received 5/22/2018

NMOCD Dist 2

Form C-141 Revised April 3, 2017

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

| nAB1811533585 | | OPERATO | R | | Initial Report | \boxtimes | Final Report |
|---|--|----------------|---|---|-----------------|-------------|--------------|
| Name of Company: COG Operating LLC (OGR | Contact: | Robert McNeill | | | | | |
| Address: 600 West Illinois Avenue, Midland | Telephone No. | 432-683-7443 | | | | | |
| Facility Name: Stonewall 9 Fee #001H Batter | cility Name: Stonewall 9 Fee #001H Battery | | | | | | |
| | | | | | | | |
| Surface Owner: Private | Mineral Owner | : Private | | A | PI No. 30-015-4 | 0925 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| М | 09 | 19S | 26E | 300 | South | 330 | West | Eddy |

Latitude 32.6687469 Longitude-104.3944321 NAD83

NATURE OF RELEASE

| Type of Release: | Volume of Release: | Volume Re | covered: | | | | |
|---|---|------------------|-------------------------|--|--|--|--|
| Oil and Produced Water | 0.25 bbl. – Oil | | 0.25 bbl. – Oil | | | | |
| | 10 bbl. – Produced Water | 10 | bbl. – Produced Water | | | | |
| Source of Release: | Date and Hour of Occurrence: | Date and H | our of Discovery: | | | | |
| Corroded Fitting | April 22, 2018 8:00am | A | pril 22, 2018 8:00am | | | | |
| Was Immediate Notice Given? | If YES, To Whom? | | - | | | | |
| 🗌 Yes 🛛 No 🖾 Not Required | | | | | | | |
| By Whom? | Date and Hour: | | | | | | |
| Was a Watercourse Reached? | If YES, Volume Impacting the Watercourse. | | | | | | |
| 🗌 Yes 🖾 No | | | | | | | |
| If a Watercourse was Impacted, Describe Fully.* | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* | | | | | | | |
| | | | | | | | |
| The release was due to the nipple on the water side of the tester corroding and developing a hole. Nipple has been replaced. | | | | | | | |
| Describe Area Affected and Cleanup Action Taken.* | | | | | | | |
| | | | | | | | |
| All of the fluid remained inside of the lined containment. A final inspectio | | | | | | | |
| mentioned lined facility. Free fluids were removed and if present the impacted gravel was removed from the liner and taken to a NMOCD approved | | | | | | | |
| disposal facility. The liner was inspected for damage and found to have liner integrity to contain free fluids. | | | | | | | |
| 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 | | | | | | | |
| | oes not relieve the operator of respon | sibility for cor | mpliance with any other | | | | |
| federal, state, or local laws and/or regulations. | | | | | | | |
| | OIL CONSERV | VATION I | DIVISION | | | | |
| Signature: Daun Oreant | | | | | | | |
| | | stil a | | | | | |
| Printed Name: DeAnn Grant | Approved by Environmental Specialist Alike Brance | | | | | | |
| | | | | | | | |
| Title: HSE Administrative Assistant | Approval Date: 5/23/18 | Expiration Da | ate: N/A | | | | |
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| E-mail Address: agrant@concho.com | Conditions of Approval: $\mathrm{N/A}$ | | | | | | |
| | Provan | | Attached | | | | |
| | FINAL | | | | | | |

* Attach Additional Sheets If Necessary

2RP-4716