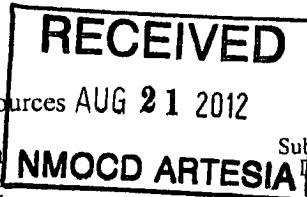


District I
1625 N French Dr. Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJMW1224853958		OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company	COG OPERATING LLC	229137	Contact	Pat Ellis	
Address	550 W. Texas, Suite 100, Midland, TX 79701		Telephone No.	432-230-0077	
Facility Name	Electra Federal #5 Tank Battery		Facility Type	Poly water line	
Surface Owner	Federal	Mineral Owner	Lease No. (API#) 30-015-34211		

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	15	17S	30E					Eddy

Latitude 32 50.355 Longitude 103 57.992

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	145bbbls	Volume Recovered	130bbbls
Source of Release	Flowline	Date and Hour of Occurrence	08/07/2012	Date and Hour of Discovery	08/07/2012 7:30 a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher-OCD Jim Amos-BLM Terry Gregston-BLM		
By Whom?	Michelle Mullins	Date and Hour	08/07/2012 12:53 p.m.		
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.*

A failed weld on a poly flowline allowed for the release of fluid. We have fused the line and returned it to service.

Describe Area Affected and Cleanup Action Taken.*

Initially 145bbbls were released from the flowline and we were able to recover 130bbbls with a vacuum truck. The spill area was located to the southwest of the Electra Federal #5 Tank Battery. All free fluids have been recovered. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a remediation work plan to the NMOC D/BLM 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 NMOC D 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 NMOC D 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, NMOC D 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:

Printed Name:

Josh Russo

Title:

HSE Coordinator

E-mail Address:

jrusso@conchoresources.com

Date:

08/20/2012

Phone:

432-212-2399

OIL CONSERVATION DIVISION

Approved by District Supervisor:

Signed By

Approval Date:

SEP 04 2012

Expiration Date:

Conditions of Approval:

Attached ☐

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**
October 4th, 2012

2RP-1271