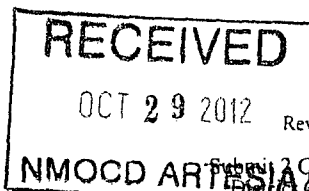


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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**

nJMW 1231150890 OPERATOR ☒ Initial Report ☒ Final Report

|                 |   |                  |              |
|-----------------|---|------------------|--------------|
| Name of Company | COG OPERATING LLC 229137                    | Contact          | Pat Ellis    |
| Address         | 600 West Illinois Avenue, Midland, TX 79701 | Telephone No.    | 432-230-0077 |
| Facility Name   | High Net Federal SWD                        | Facility Type    | SWD          |
| Surface Owner   | Federal                                     | Mineral Owner    |              |
|                 |   | Lease No. (API#) | 30-015-35602 |

**LOCATION OF RELEASE**

|             |         |          |       |               |                  |               |                |        |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| 2           | 2       | 25S      | 28E   |               |                  |               |                | Eddy   |

Latitude 32.1162 Longitude 104.0563

**NATURE OF RELEASE**

|   |  |                             |            |                            |                      |
|---|--|-----------------------------|------------|----------------------------|----------------------|
| Type of Release                           | Oil  | Volume of Release           | 15bbls     | Volume Recovered           | 12bbls               |
| Source of Release                         | Gun barrel tank  | Date and Hour of Occurrence | 10/10/2012 | Date and Hour of Discovery | 10/10/2012 3:00 p.m. |
| Was Immediate Notice Given?               | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required |                             |            |                            |                      |
| By Whom?                                  | If YES, To Whom?   |                             |            |                            |                      |
| Was a Watercourse Reached?                | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  |                             |            |                            |                      |
| Date and Hour                             |  |                             |            |                            |                      |
| If YES, Volume Impacting the Watercourse. |  |                             |            |                            |                      |

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\*

The gun barrel tank overflowed at the SWD facility do to the fact that the alarm has not been installed yet. Alarms will be installed on the oil tanks to prevent re-occurrence.

Describe Area Affected and Cleanup Action Taken.\*

Initially 15bbls were released from the overflowed gun barrel and we were able to recover 12bbls with a vacuum truck. The fluid ran into the lined facility and was contained by the dike walls. All free fluid has been recovered and the contaminated gravel has been removed. The tanks and the liner have been steam cleaned and fresh gravel has been replaced into the SWD. The facility 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:      |                                  |                                  |                                   |
| Printed Name:   | Josh Russo                       | Approved by District Supervisor: | Signed By                         |
| Title:          | Senior Environmental Coordinator | Approval Date:                   | NOV 06 2012                       |
| E-mail Address: | jrusso@concho.com                | Expiration Date:                 |                                   |
| Date:           | 10/25/2012                       | Phone:                           | 432-212-2399                      |
|                 |                                  | Conditions of Approval:          | Attached <input type="checkbox"/> |

\* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**  
Dec. 6, 2012

2RP-1390