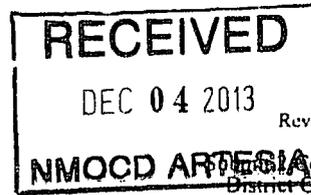


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

**Release Notification and Corrective Action**

nJMW1334333986

**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   | Grave Digger State Com #003                 | Facility Type | Tank Battery   |

|               |       |               |  |                  |              |
|---------------|-------|---------------|--|------------------|--------------|
| Surface Owner | State | Mineral Owner |  | Lease No. (API#) | 30-015-39151 |
|---------------|-------|---------------|--|------------------|--------------|

**LOCATION OF RELEASE**

|             |         |          |       |               |                  |               |                |        |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| B           | 02      | 20S      | 25E   |               |                  |               |                | Eddy   |

Latitude 32.609044 Longitude 104.452946

**NATURE OF RELEASE**

|                             |  |   |  |                            |   |
|-----------------------------|--|---|--|----------------------------|---|
| Type of Release             | Oil and produced water   | Volume of Release                         | 5bbls of oil<br>10bbls of produced water | Volume Recovered           | 3bbls of oil<br>6bbls of produced water |
| Source of Release           | Fire tube on heater treater  | Date and Hour of Occurrence               | 10-26-2013                               | Date and Hour of Discovery | 10-26-2013 1:30pm                       |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom?                          |  |                            |   |
| By Whom?                    |  | Date and Hour                             |  |                            |   |
| 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 hole developed in the fire tube on the heater treater. Replaced the fire tube.

Describe Area Affected and Cleanup Action Taken.\*

Initially 15bbls were released from the heater and we were able to recover 9bbls with a vacuum truck. The entire release was contained inside the lined facility. All free fluid has been recovered. Contaminated gravel has been removed from the facility. Fresh gravel has been added as necessary. 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.

**OIL CONSERVATION DIVISION**

|                 |                                  |   |                                   |
|-----------------|----------------------------------|---|-----------------------------------|
| Signature:      | <i>Robert Grubbs Jr.</i>         | Approved by District Supervisor: Signed By <i>White</i>                           |                                   |
| Printed Name:   | Robert Grubbs Jr.                | Approval Date:  | DEC 00 2013                       |
| Title:          | Senior Environmental Coordinator | Expiration Date:  |                                   |
| E-mail Address: | rgrubbs@concho.com               | Conditions of Approval:   | Attached <input type="checkbox"/> |
| Date:           | 11-06-2013                       | Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN: |                                   |

\* Attach Additional Sheets If Necessary

January 9, 2013

2RP-2101