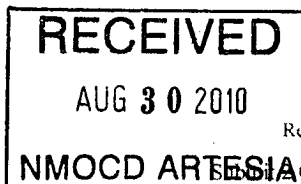


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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

30-015-32151

Release Notification and Corrective Action

nmlb103452817

OPERATOR

☒ Initial Report ☐ 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	Antelope SWD 8" Lateral Line	Facility Type	8" SWD Line

Surface Owner	State	Mineral Owner	Lease No. B-3627
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Antelope St #3

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	36	17S	31E					Eddy

Latitude 32 47.503 Longitude 103 49.432

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	80bbls	Volume Recovered	0bbls
Source of Release	8" SWD lateral line	Date and Hour of Occurrence	08/17/2010	Date and Hour of Discovery	08/17/2010 3:00 p.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		
By Whom?	Josh Russo	Date and Hour	08/17/2010 10:06 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.\*

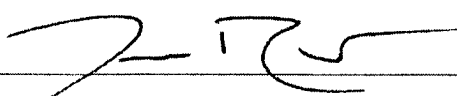
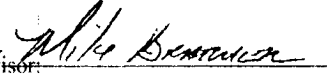
Describe Cause of Problem and Remedial Action Taken.\*

A 10' section of the 8" SWD line became uncovered and exposed to weather which weakened the pipe causing it to rupture. The ruptured section of the pipe has been removed and replaced with new pipe.

Describe Area Affected and Cleanup Action Taken.\*

Initially 80bbls of produced water was released from the 8" SWD line and we were unable to recover any fluid due to the location of the release and the absorption rate of the sand. The dimensions of the release area is 12' x 90'. (The release site is 100 yards north of the Antelope State #3 well location, 2310' FSL 2310' FWL, Sec.36-T17S-R-31E, Eddy Co., NM, B-3627, API# 30-015-32151). 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 NMOCD 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 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: 	OIL CONSERVATION DIVISION	
Printed Name: Josh Russo	Approved by District Supervisor: 	
Title: HSE Coordinator	Approval Date: NOV 10 2010	Expiration Date:
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 08/30/2010 Phone: 432-212-2399	REMEDATION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: 12/10/2010	

\* Attach Additional Sheets If Necessary

2RP-477