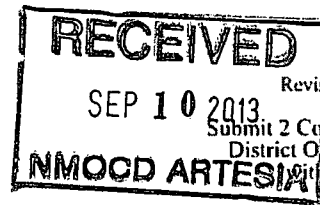


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJMW1326040559 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   | Down South State Com #001H                  | Facility Type | Tank Battery                  |
| Surface Owner   | State                                       | Mineral Owner | Lease No. (API#) 30-015-41442 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| A           | 19      | 26S      | 28E   |               |                  |               |                | Eddy   |

Latitude Longitude

NATURE OF RELEASE

|                             |   |   |                       |                            |                   |
|-----------------------------|---|---|-----------------------|----------------------------|-------------------|
| Type of Release             | Produced water  | Volume of Release                         | 25bbbls               | Volume Recovered           | 20bbbls           |
| Source of Release           | Fitting on transfer pump  | Date and Hour of Occurrence               | 09-05-2013            | Date and Hour of Discovery | 09-05-2013 5:00pm |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?                          | Mike Bratcher - NMOCD |                            |                   |
| By Whom?                    | Michelle Mullins  | Date and Hour                             | 09-06-2013 3:34pm     |                            |                   |
| 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 on the bottom of a 3" Victualic clamp. Replaced the Victualic Clamp with a new one.

Describe Area Affected and Cleanup Action Taken.\*

Initially 25bbbls of produced water were released due to a hole that developed on the bottom of the Victualic clamp caused by corrosion. We were able to recover 20bbbls of produced water with a vacuum truck. The entire release was contained inside the lined facility. All free fluid has been recovered. Contaminated gravel has been removed and we have replaced with fresh gravel as necessary. This location 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:                              |                            | OIL CONSERVATION DIVISION         |            |
| Printed Name: Robert Grubbs Jr.         |                            | Approved by District Supervisor:  | Signed By: |
| Title: Senior Environmental Coordinator | Approval Date: SEP 17 2013 | Expiration Date:                  |            |
| E-mail Address: rgrubbs@concho.com      | Conditions of Approval:    | Attached <input type="checkbox"/> |            |
| Date: 09-05-2013                        | Phone: 432-661-6601        |                                   |            |

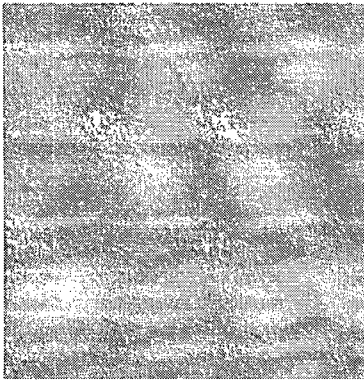
\* Attach Additional Sheets If Necessary

2RP-1910

## Bratcher, Mike, EMNRD

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**From:** Robert Grubbs <RGrubbs@concho.com>  
**Sent:** Tuesday, September 10, 2013 3:07 PM  
**To:** Bratcher, Mike, EMNRD  
**Cc:** Robert McNeill  
**Subject:** C-141's Initial - Final Reports - Sidewinder #001H, F.U.N. State Com #001H, Down South State Com #001H and the Patton 5 Fee #002H  
**Attachments:** Sidewinder #001H ( Tank Battery ) -- Date of Release --09-03-2013.pdf; F.U.N. State Com #001H ( Tank Battery ) -- Date of Release -- 09-05-2013.pdf; Down South State Com #001H ( Tank Battery ) -- Date of Release -- 09-10-2013.pdf; Patton 5 Fee #002H ( Tank Battery ) -- Date of Release -- 09-10-2013.pdf



Mr. Bratcher,

Please see attached the C-141 Initial Reports for the following releases that occurred at our Sidewinder #001H, F.U.N. State Com #001H, Down South State Com #001H and the Patton 5 Fee #002H in Eddy County New Mexico. These are lined facilities.

Thank you,

*Robert Grubbs Jr.*  
*Sr. Environmental Coordinator*  
432.683.7443 (main)  
432.818.2369 (direct)  
432.661.6601 (cell)  
[rgrubbs@concho.com](mailto:rgrubbs@concho.com)  
*Mailing Address:*  
*One Concho Center*  
*600 W. Illinois Avenue*  
*Midland, Texas 79701*



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**Bratcher, Mike, EMNRD**

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**From:** Michelle Mullins <MMullins@concho.com>  
**Sent:** Friday, September 06, 2013 2:34 PM  
**To:** Bratcher, Mike, EMNRD  
**Cc:** Robert Grubbs  
**Subject:** Down South State #4H-Immediate Notification

Mr. Bratcher:

At approximately 5:00 p.m. on 9/5/2013, a produced fluid release was discovered at the above-referenced facility. An estimated 25 barrels of produced fluid was released. The cause of the release is currently under investigation. We will follow up within 15 days with a C-141 Report. GPS coordinates, driving directions and legal description is below.

32.02223 104.11917

Down South State #4H  
Unit P Sec. 19 T26S R28E  
660' FSL & 330' FEL  
Eddy County, NM  
API 30-015-37256

Thank you.

Michelle Mullins  
HSE Field Technician  
COG Operating, LLC  
(432) 934-1052  
[mmullins@concho.com](mailto:mmullins@concho.com)

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