

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

RECEIVED
NOV 01 2012
NMOCD ARTESIA

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

OPERATOR

Initial Report Final Report

| | | | |
|-----------------|----------------------------------------------|---------------|----------------|
| Name of Company | COG Operating LLC | Contact | Pat Ellis |
| Address | 550 W. Texas, Suite 100 Midland, Texas 79701 | Telephone No. | (432) 230-0077 |
| Facility Name | Yucca State | Facility Type | Tank Battery |

| | | |
|----------------------|---------------|------------------------------|
| Surface Owner: State | Mineral Owner | Lease No. (API#) 30-015-3312 |
|----------------------|---------------|------------------------------|

LOCATION OF RELEASE

33012

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| J | 3 | 25S | 28E | | | | | Eddy |

Latitude N 32 49.698° Longitude W 103 52.417°

NATURE OF RELEASE

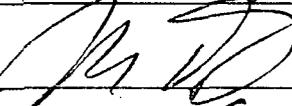
| | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------|------------------------------------------------------|
| Type of Release: Produced Water and Oil | Volume of Release 10 bbls oil 5 bbls produced water | Volume Recovered 8 bbls oil 3 bbls produced water |
| Source of Release: Fire Tube | Date and Hour of Occurrence 01/19/2012 | Date and Hour of Discovery 01/19/2012 10:00 a.m. |
| 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 at the battery causing the release of fluid. The fire tube and all equipment was repaired and returned to service.

Describe Area Affected and Cleanup Action Taken.*
Tetra Tech personnel inspected the site and collected samples to define the spills extent. Soil that exceeded RRAL was removed and hauled away for proper disposal. The site was then brought up to surface grade with clean backfill material. Tetra Tech prepared a closure report and submitted it to NMOCD for review.

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: Ike Tavarez (Agent for COG) | Approved by District Supervisor:  | |
| Title: Project Manager | Approval Date: 4/17/2014 | Expiration Date: NA |
| E-mail Address: Ike.Tavarez@TetraTech.com | Conditions of Approval: NA | Attached <input type="checkbox"/> |
| Date: 10-16-12 Phone: (432) 682-4559 | <i>Final</i> | |

* Attach Additional Sheets If Necessary