

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

OPERATOR

Initial Report Final Report

| | | |
|--|-------------------------------------|-------------------------------|
| Name of Company COG Operating LLC | Contact Pat Ellis | |
| Address 550 W. Texas, Suite 1300 Midland, Texas 79701 | Telephone No. (432) 685-4332 | |
| Facility Name Southwest Central Tank Battery | Facility Type Tank Battery | |
| Surface Owner: Federal | Mineral Owner | Lease No. NMNM-0467932 |

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------------|----------------------|------------------------|---------------------|---------------|------------------|---------------|----------------|-----------------------|
| Unit Letter O | Section 20 | Township 17S | Range 30E | Feet from the | North/South Line | Feet from the | East/West Line | County Eddy |
|-------------------------|----------------------|------------------------|---------------------|---------------|------------------|---------------|----------------|-----------------------|

Latitude N 32.81578° Longitude W 103.99519°

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release: Produced Water | Volume of Release 150 bbls | Volume Recovered 80 bbls oil |
| Source of Release: PVC adaptor at equalizer line | Date and Hour of Occurrence 12/31/2010 | Date and Hour of Discovery 12/31/2010 7:00 a.m. |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour 01/30/2011 10:31 a.m. | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse N/A | |
| If a Watercourse was Impacted, Describe Fully.* N/A | <div style="border: 2px solid black; padding: 5px; width: fit-content; margin: auto;"> <p>RECEIVED</p> <p>AUG 23 2013</p> <p>NMOCD ARTESIA</p> </div> | |

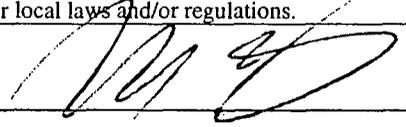
Describe Cause of Problem and Remedial Action Taken.*

The PVC adaptor froze and cracked at the equalizer line behind the tanks. All the fittings have been replaced and the tank battery is in the process of upgrading from PVC to plastic coated steel.

Describe Area Affected and Cleanup Action Taken.*

Tetra Tech inspected and assessed the spill area for extents. A work plan was prepared and submitted to NMOCD for approval. Soils exceeding the RRAL were removed and transported to proper disposal. Once excavated to the appropriate depths, the excavation was backfilled with clean soil. Tetra Tech prepared closure report and submitted 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: 5/9/11 | Expiration Date: NA |
| E-mail Address: ike.tavarez@tetratech.com | Conditions of Approval: Final | Attached <input type="checkbox"/> |
| Date: 6-20-13 Phone: (432) 682-4559 | | |

* Attach Additional Sheets If Necessary

289-566