District I
1625 N. French Dr., Hohbs. NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

1-26-12

Attach Additional Sheets If Necessary

Phone: (432) 682-4559

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

ZRP-43/

1220 S. St. Francis Dr., Santa Fe, NM 87505 Release Notification and Corrective Action **OPERATOR Initial Report** Final Report Contact Pat Ellis Name of Company COG Operating LLC Address 550 W. Texas, Suite 1300 Midland, Texas 79701 Telephone No. (432) 230-0077 Facility Name Schley Federal #11 Facility Type Flowline Surface Owner: Federal Mineral Owner Lease No. API#30-015-32134 LOCATION OF RELEASE Feet from the North/South Line Feet from the Unit Letter Section Township Range East/West Line County F 29 17S 29E Eddy Latitude 32 48.296 Longitude 104 06.087 NATURE OF RELEASE Type of Release: Produced Fluid Volume of Release 11 bbls Volume Recovered 10 bbls Source of Release: Flowline Date and Hour of Occurrence Date and Hour of Discovery 08/28/2010 08/28/2010 9:00a.m. Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☒ No ☒ Not Required By Whom? Date and Hour If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes ☒ No N/A If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* The cause of the release was due to a ruptured flowline. The section of flowline that ruptured was replaced with a new section and the flowline was put back into service. Describe Area Affected and Cleanup Action Taken.* The spill originated in the pasture flowed down a lease road and back out into the pasture; Tetra Tech inspected the site and collected samples to define 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. OIL CONSERVATION DIVISION Signature: ul OF Approved by District Supervisor: Printed Name: Ike Tavarez **Expiration Date:** Title: Project Manager Approval Date: E-mail Address: Ike. Tavarez@TetraTech.com Conditions of Approval: Attached [