

District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 811 S. First St., 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

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR Initial Report Final Report

| | |
|---|----------------------------|
| Name of Company: COG Operating LLC | Contact: Robert McNeill |
| Address: 600 West Illinois Avenue, Midland TX 79701 | Telephone No. 432-230-0077 |
| Facility Name: Loco Hills 33 #6 SWD | Facility Type: SWD Battery |

| | | |
|------------------------|----------------|----------------------|
| Surface Owner: Federal | Mineral Owner: | API No. 30-015-37478 |
|------------------------|----------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| G | 33 | 17S | 30E | 2210' | North | 2145' | East | Eddy |

Latitude 32.7922202589621 Longitude -103.975401459275

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release: Produced Water | Volume of Release: 2246 bbls PW | Volume Recovered: 2210 bbls PW |
| Source of Release: Piping | Date and Hour of Occurrence: 2/7/2015 11:30 am | Date and Hour of Discovery: 2/7/2015 8:00 pm |
| 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 / Jeff Robertson – BLM | |
| By Whom? Lupe Carrasco | Date and Hour: 2/8/2015 11:12 am | |
| 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.*

This spill was caused fiberglass piping. Vacuum trucks were dispatched to recover standing fluid and dispose of at an NMOCD approved facility. Fiberglass was replaced with poly piping.

Describe Area Affected and Cleanup Action Taken.*

The release occurred inside a lined facility, however approximately 36 bbls carried over the dike on to the location and into the pasture. The release was addressed per the approved work plan under the guidance on NMOCD.

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:  | <u>OIL CONSERVATION DIVISION</u> | |
| Printed Name: Amanda Trujillo | Approved by Environmental Specialist: DENIED 11/20/2015 | |
| Title: Senior Environmental Coordinator | Approval Date: N/A | Expiration Date: N/A |
| E-mail Address: atrujillo@concho.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: September 1, 2015 Phone: 575-748-6940 | Did not perform remediation according | |

* Attach Additional Sheets If Necessary

to the approved and agreed upon work plan

2RP-2844