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

State of New Mexico Energy Minerals and Natural Resources

Received 9/27/2016 NMOCD Artesia

Form C-141 Revised August 8, 2011

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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505

1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe. NM 87505 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: Harper State #001 Facility Type: Battery Surface Owner: State Mineral Owner: State API No. 30-015-30831 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County 16 178 30E 430 South 330 East Eddy County, NM Latitude N 32.82850° Longitude W 103.96950° NATURE OF RELEASE Type of Release: Produced water Volume of Release: 13 bbls Volume Recovered: 11 bbls Source of Release: Heater treater Date and Hour of Occurrence Date and Hour of Discovery 04/06/2016 @ 12:00 pm 04/06/2016 @ 12:00 pm Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required By Whom? Date and Hour: Was a Watercourse Reached? If YES, Volume Impacting the Watercourse, ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* This release was caused by a hole in the fire tube. A vacuum truck was dispatched to recover all free-standing fluids. Describe Area Affected and Cleanup Action Taken.* This release was contained within the bermed facility. The site was delineated and a remediation plan was developed. The remediation plan was approved by Mike Bratcher of NMOCD via email on 07/22/2016 and approved by Amber Groves of the SLO via email on 08/01/2016. Remediation was completed in accordance with the approved plan. 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: Approved by Environmental Specialist: Printed Name: Robert Grubbs

Approval Date: 9/28/2016

FINAL

Conditions of Approval:

Attach Additional Sheets If Necessary

Phone: (432) 683-7443

Date: September 23, 2016

E-mail Address: rgrubbs@concho.com

Title: Senior Environmental Coordinator

N/A

Attached

Expiration Date: