

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

Received 11/25/2015
NMOCD Artesia

Form C-141
Revised October 10, 2003

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

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 | Robert McNeill |
| Address | 600 West Illinois Avenue, Midland, TX 79701 | Telephone No. | 432-230-0077 |
| Facility Name: Dry Land Shiner Federal #1 | | Facility Type | Battery |

| | | |
|-------------------------|------------------------|-------------------------------|
| Surface Owner : Federal | Mineral Owner: Federal | Lease No. (API#) 30-015-32815 |
|-------------------------|------------------------|-------------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|--------------|------------------|---------------|----------------------|---------------------------|----------------------|------------------------|----------------|
| Unit Letter | Section 3 | Township T21S | Range R25E | Feet from the 940 | North/South Line North | Feet from the 660 | East/West Line East | County Eddy |
|-------------|--------------|------------------|---------------|----------------------|---------------------------|----------------------|------------------------|----------------|

Latitude Longitude

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release Oil | Volume of Release Oil 66 bbls | Volume Recovered Oil 10 bbls |
| Source of Release Tank developed a hole at the bottom seam | Date and Hour of Occurrence 7/17/2014 4:00pm | Date and Hour of Discovery 7/17/2014 4:00pm |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher (OCD) / Jeffery Robertson (BLM) | |
| By Whom? Amanda Trujillo | Date and Hour 7/18/2014 11:17 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.*
A hole developed on a seam at the bottom of the tank. Hydrostatic pressure caused the hole to give and fluid rushed from the tank. All Fluid was contained with the bermed area.

Describe Area Affected and Cleanup Action Taken.*
All standing fluid was recovered and disposed of at an NMOCD approved facility. Saturated soil was hand excavated and disposed of at an NMOCD approved facility. Concho will had the spill site sampled to delineate any possible contamination from the release and presented a remediation work plan to the NMOCD for approval prior to any significant remediation work.

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: Lupe Carrasco | Approved by District Supervisor: | | |
| Title: Environmental Coordinator | Approval Date: 11/25/2015 | Expiration Date: N/A | |
| E-mail Address: gcarrasco@concho.com | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date November 13, 2015 | Phone: 575-689-3100 | FINAL | |

* Attach Additional Sheets If Necessary

2RP-2406