

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 NMOCD Dist 2
Energy Minerals and Natural Resources

Form C-141
Revised August 8, 2011

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

nAB1619750175

OPERATOR

Initial Report Final Report

| | | | |
|------------------|--------------------------------------------|----------------|----------------------|
| Name of Company: | COG Operating LLC | Contact: | Robert McNeill |
| Address: | 600 West Illinois Avenue, Midland TX 79701 | Telephone No. | 432-683-7443 |
| Facility Name: | HONEY GRAHAM STATE COM #004H | Facility Type: | Tank Battery |
| Surface Owner: | State | Mineral Owner: | API No. 30-015-41379 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| B | 29 | 26S | 28E | 330' | North | 1980' | East | Eddy |

Latitude 32.019558 Longitude 104.1071777

NATURE OF RELEASE

| | | | | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------|-------------------------------------------|-------------------------|-----------------------------|--------------------------|
| Type of Release: | Produced Water | Volume of Release: | 5bbls of Produced Water | Volume Recovered: | 4bbls of Produced Water |
| Source of Release: | Heater Treater | Date and Hour of Occurrence: | 7/11/2016 10:00:00 AM | Date and Hour of Discovery: | 7/11/2016 10:00:00 AM |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | | | |
| By Whom? | Date and Hour: | | | | |
| 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 in the thermo coupler, the thermo coupler has been replaced with a new one. | | | | | |
| Describe Area Affected and Cleanup Action Taken.* The release was contained within a lined facility. A vacuum truck was dispatched to remove all freestanding fluids. The containment has been cleaned and the facility is back into operation. | | | | | |
| 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: | | | | | |
| Title: | Senior Environmental Coordinator | Approved by Environmental Specialist: | MBratcher | | |
| E-mail Address: | rgrubbs@concho.com | Approval Date: | 8/23/16 | Expiration Date: | N/A |
| Date: | August 22, 2016 | Phone: | 432-683-7443 | Conditions of Approval: | N/A |
| | | | | Attached | <input type="checkbox"/> |
| | | | | FINAL REPORT | |

* Attach Additional Sheets If Necessary

2RP-3780