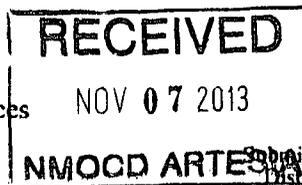


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
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

Release Notification and Corrective Action

nJMW1331649742

OPERATOR Initial Report Final Report

| | | | |
|---------------------|---|-------------------------------|----------------|
| Name of Company | COG OPERATING LLC <i>229137</i> | Contact | Robert McNeill |
| Address | 600 West Illinois Avenue, Midland, TX 79701 | Telephone No. | 432-230-0077 |
| Facility Name | Grave Digger State Com #003 | Facility Type | Tank Battery |
| Surface Owner State | Mineral Owner | Lease No. (API#) 30-015-39151 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| B | 02 | 20S | 25E | | | | | Eddy |

Latitude 32.609044 Longitude 104.452946

NATURE OF RELEASE

| | | | | | |
|-----------------------------|--|---|--|----------------------------|---|
| Type of Release | Oil and produced water | Volume of Release | 5bbls of oil 10bbls of produced water | Volume Recovered | 3bbls of oil 6bbls of produced water |
| Source of Release | Fire tube on heater treater | Date and Hour of Occurrence | 10-26-2013 | Date and Hour of Discovery | 10-26-2013 1:30pm |
| 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 fire tube on the heater treater. Replaced the fire tube.

Describe Area Affected and Cleanup Action Taken.*
Initially 15bbls were released from the heater and we were able to recover 9bbls with a vacuum truck. The entire release was contained inside the lined facility. All free fluid has been recovered. Contaminated gravel has been removed from the facility. Fresh gravel has been added as necessary. The facility has been returned to its prior condition

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: <i>Robert Grubbs Jr.</i> | | OIL CONSERVATION DIVISION | |
| Printed Name: Robert Grubbs Jr. | Approved by District Supervisor: Signed By <i>Mike Demarco</i> | | |
| Title: Senior Environmental Coordinator | Approval Date: NOV 12 2013 | Expiration Date: | |
| E-mail Address: rgrubbs@concho.com | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date: 11-06-2013 Phone: 432-661-6601 | | | |

* Attach Additional Sheets If Necessary

2RP-2055