

NM OIL CONSERVATION

ARTESIA DISTRICT

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

MAR 29 2017

Form C-141
Revised August 8, 2011

Submit Copy to appropriate District Office in
conformance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

0AB1709438962

OPERATOR

☒ Initial Report ☒ Final Report

| | |
|---|-------------------------------------|
| Name of Company: COG Operating LLC OGRID# [229137] | Contact: Robert McNeill |
| Address: 600 West Illinois Avenue, Midland TX 79701 | Telephone No. 432-683-7443 |
| Facility Name: DUMP YARD 2 STATE #001H | Facility Type: Flare |
| Surface Owner: State | Mineral Owner: API No. 30-015-42433 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| M | 02 | 21S | 28E | 190' | South | 660' | West | Eddy |

Latitude 32.5025635 Longitude 104.0637207

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Oil (Fire) | Volume of Release: .05bbls | Volume Recovered: 0bbls |
| Source of Release: Flare | Date and Hour of Occurrence: 3/25/2017 08:30 AM | Date and Hour of Discovery: 3/25/2017 08:30 AM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Ms. Weaver - NMOCD / Ms. Groves - SLO | |
| By Whom? Robert Grubbs Jr. | Date and Hour: Sat 3/25/2017 4:32 PM | * 3:32p |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. (e-mail) | |

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

The release was caused by a kimray that failed causing the knockout and heater treater equalized in pressure sending the fluid to the flare. Replaced the kimray.

Describe Area Affected and Cleanup Action Taken.*

This release occurred on the pad. No fluid to recover due to the fire burning off any standing fluids.

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: Robert Grubbs Jr. | Signed By Approved by Environmental Specialist: | |
| Title: Senior HSE Coordinator | Approval Date: 4/3/17 | Expiration Date: N/A |
| E-mail Address: rgrubbs@concho.com | Conditions of Approval: FINAL | Attached <input type="checkbox"/> |
| Date: March 29, 2017 Phone: 432-683-7443 | | |

* Attach Additional Sheets IF Necessary

2RD-4159