

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**

**OPERATOR**

Initial Report  Final Report

|                 |   |               |              |
|-----------------|---|---------------|--------------|
| Name of Company | COG OPERATING LLC                           | Contact       | Pat Ellis    |
| Address         | 600 West Illinois Avenue, Midland, TX 79701 | Telephone No. | 432-230-0077 |
| Facility Name   | Myox 32 State #001H                         | Facility Type | Flowline     |

|               |       |               |  |                  |              |
|---------------|-------|---------------|--|------------------|--------------|
| Surface Owner | State | Mineral Owner |  | Lease No. (API#) | 30-015-41641 |
|---------------|-------|---------------|--|------------------|--------------|

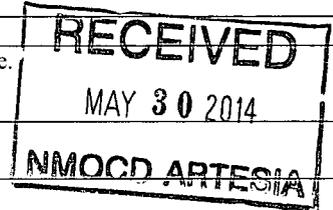
**LOCATION OF RELEASE**

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| O           | 32S     | 25       |       |               |                  |               |                | Eddy   |

Latitude 32 04.729 Longitude 104 06.475

**NATURE OF RELEASE**

|                             |  |   |            |                            |                   |
|-----------------------------|--|---|------------|----------------------------|-------------------|
| Type of Release             | Produced water   | Volume of Release                         | 22bbls     | Volume Recovered           | 0bbls             |
| Source of Release           | Polyline   | Date and Hour of Occurrence               | 03-12-2014 | Date and Hour of Discovery | 03-12-2014 4:00pm |
| 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 valve was left open at the SWD 101 to an open-ended line. Closed the valve the SWD and placed a transition valves on all open-ended lines.

Describe Area Affected and Cleanup Action Taken.\*

Initially 30bbls of produced water were released. We were unable to recover any of produced water. All free fluids have been recovered. Concho will have the spill site sampled to delineate any possible contamination from the release and we will present 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: <i>Lupe Carrasco</i>      | <b>OIL CONSERVATION DIVISION</b>                    |                                   |
| Printed Name: Lupe Carrasco          | Approved by District Supervisor: <i>[Signature]</i> |                                   |
| Title: Environmental Coordinator     | Approval Date: 6/5/14                               | Expiration Date: NA               |
| E-mail Address: lcarrasco@concho.com | Conditions of Approval: <i>Final</i>                | Attached <input type="checkbox"/> |
| Date: May 29, 2014                   | Phone: 575-748-6940                                 |                                   |

\* Attach Additional Sheets If Necessary