

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

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB/6/24/292/1
Name of Company: COG Operating LLC *229137* OPERATOR ☒ Initial Report ☐ Final Report
Address: 600 West Illinois Avenue, Midland TX 79701 Contact: Robert McNeill
Facility Name: YELLOWSTONE 3 FEDERAL #003 Telephone No. 432-230-0077
Facility Type: Battery
Surface Owner: Federal Mineral Owner: Federal API No. 30-015-39823

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
L	03	26S	25E	1980'	South	660'	West	Eddy

Latitude 32.0699768 Longitude -104.3898697

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: 15 bbls PW	Volume Recovered: 12 bbls PW
Source of Release: Load line	Date and Hour of Occurrence: 4/12/2016 12:00 pm	Date and Hour of Discovery: 4/12/2016 12:00 pm
Was Immediate Notice Given? <input type="checkbox"/> Yes <input 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.*

NM OIL CONSERVATION
ARTESIA DISTRICT
APR 28 2016

Describe Cause of Problem and Remedial Action Taken.*

This release was caused by a hole in the load line. Vacuum trucks were dispatched to recover standing fluid.

RECEIVED

Describe Area Affected and Cleanup Action Taken.*

The majority of this release occurred on pad however a streamer ran off location to the southeast for 140'. 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>Robert Grubbs Jr.</i>	OIL CONSERVATION DIVISION	
Printed Name: Robert Grubbs Jr.	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Senior Environmental Coordinator	Approval Date: <i>5/2/16</i>	Expiration Date: <i>N/A</i>
E-mail Address: rgrubbs@concho.com	Conditions of Approval: Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/> Attached <input type="checkbox"/>	
Date: April 28, 2016 Phone: 432-683-7443	SUBMIT REMEDIATION PROPOSAL NO LATER THAN: <i>013/16</i> <i>2RP-3068</i>	

* Attach Additional Sheets If Necessary.

Patterson, Heather, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Thursday, April 28, 2016 4:34 PM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; 'stucker@blm.gov';
'james_amos@blm.gov' (james_amos@blm.gov)
Subject: (Notification/C-141 Initial/3160-5/ARC) YELLOWSTONE 3 FEDERAL #003 (30-015-39823)
Attachments: Form_3160-5 30-015-39823 4-12-2016.pdf; Yellowstone Site Map.jpg; 4-12-2016
Yellowstone 3Federal #003 TB Initial.pdf

MR. BRATCHER,

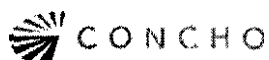
COG OPERATING LLC IS REPORTING A RELEASE ON THE YELLOWSTONE 3
FEDERAL #003 (30-015-39823)
SECTION 3 TOWNSHIP 26S RANGE 25E
THE RELEASE OCCURRED AT 12:00 PM ON 4/12/2016
RELEASED: 15 BBLs PW
RECOVERED: 12 BBLs PW

THIS RELEASE WAS CAUSED BY A HOLE IN THE LOAD LINE. ATTACHED ARE A C-141,
BLM FORM 3160-5, AND A MAP OF THE AREA FOR YOUR CONSIDERATION. I'D LIKE TO
ALSO REQUEST ARC CLEARANCE FOR THIS LOCATION AT THIS TIME AS WELL. IF YOU
HAVE ANY ADDITIONAL QUESTIONS PLEASE FEEL FREE TO CONTACT ME.

THANK YOU,

ROBERT GRUBBS JR.
SR. ENVIRONMENTAL COORDINATOR
432.683.7443 (MAIN)
432.818.2369 (DIRECT)
432.661.6601 (CELL)
432.221.0892 (FAX)
RGRUBBS@CONCHO.COM
MAILING ADDRESS:
ONE CONCHO CENTER
600 W. ILLINOIS AVENUE
MIDLAND, TEXAS 79701

**CONFIDENTIALITY NOTICE: THE INFORMATION IN THIS EMAIL MAY BE CONFIDENTIAL
AND/OR PRIVILEGED. IF YOU ARE NOT THE INTENDED RECIPIENT OR AN AUTHORIZED
REPRESENTATIVE OF THE INTENDED RECIPIENT, YOU ARE HEREBY NOTIFIED THAT ANY
REVIEW, DISSEMINATION OR COPYING OF THIS EMAIL AND ITS ATTACHMENTS, IF ANY, OR
THE INFORMATION HEREIN, IS PROHIBITED. IF YOU RECEIVED THIS EMAIL IN
ERROR, PLEASE IMMEDIATELY NOTIFY THE SENDER BY RETURN EMAIL AND DELETE THIS
EMAIL FROM YOUR SYSTEM. THANK YOU.**



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well ☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator **COG Operating LLC**

3a. Address
600 West Illinois Avenue, Midland TX 79701

3b. Phone No. (include area code)
432-230-0077

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

**L-03-26S-25E 1980 FSL 660 FWL
Lat/Long: 32.0699768, -104.3898697 NAD83**

5. Lease Serial No.
NM-108027

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
YELLOWSTONE 3 FEDERAL #003

9. API Well No.
30-015-39823

10. Field and Pool, or Exploratory Area

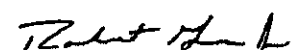
11. County or Parish, State
Eddy

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

The spill site will be accessed via lease road to pad and from the pad to the pasture. Please see attached map. Proposed sampling points are included on the map. Please review for Arch concerns, wildlife, or cave/karst.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Robert Grubbs		Title Senior Environmental Coordinator
Signature 		Date 4-28-16

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____	Title _____	Date _____
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		
Office _____		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this

form and the number of copies to be submitted, particularly with regard to local area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or

present productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well and date well site conditioned for final inspection looking to approval of the abandonment.

NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c) and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

This information is being collected to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0135), Bureau Information Collection Clearance Officer, (WO-630), Mail Stop 401 LS, 1849 C St., N.W., Washington D.C. 20240