SEP-13-06 1D:15AM FROM-CONCHO

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

+4326854399 State of New intexaco Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 T-471 P.02/02 F-694

Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

1220 S. St. Francis Dr., Santa Fe, NM 87505 Release Notification and Corrective Action **OPERATOR** Initial Report Final Report M AMENDED Phyllis Edwards Name of Company COG Operating LLC Contact Address 550 W. Texas Ave, Ste 1300 Midland, TX 79701 Telephone No. 432-683-4340 Jalmat Yates Unit #7 Facility Type Gas Well Facility Name Mineral Owner Lease No. 301048 Surface Owner 0000 LOCATION OF RELEASE Range North/South Line Feet from the East/West Line Unit Letter Township Feet from the County Section 1650 O 12 **25S** 36E 990 South East Lea Latitude Longitude NATURE OF RELEASE Volume of Release 6 BO & 75 BW Volume Recovered Type of Release produced oil & water leak 1 BO & 5 BW Date and Hour of Occurrence Date and Hour of Discovery Source of Release 9/5/06 time unknown 9/5/06 apprx 3:00 PM hole in flowline Was Immediate Notice Given? If YES, To Whom? Left message w/ Hobbs NMOCD Date and Hour 3:00 PM 9/5/06 COG employee Boyd Chesser By Whom? Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was impacted, Describe Fully.*

Describe Area Affected and Cleanup Action Taken."

Describe Cause of Problem and Remedial Action Taken.*

Leak % mile SE of well toward battery. Leak ran along flowline (200' x 1') to edge of lease road (4' x 30'), then crossed road (850' x 1'). Repaired flowline leak. Picked up all standing fluids that could be recovered. Raked up oily dirt & piled up to be picked up & hauled off. Highlander Environmental will assess the leak area and will begin clean-up work the week of 9-18 to 9-22. Call Boyd Chesser w/ COG @ 432-557-5379 or lke @ Highlander Environmental @ 432-425-3878.

Hole in flowline. Replace flow line.

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 Lysial - Elword	OIL CONSER	VATION DIVISION				
Printed Name: Phyllis A. Edwards	Approved by District Supervisor:					
Title: Regulatory Analyst	Approval Date:	Expiration Date:				
E-mail Address: pedwards@conchoresources.com	Conditions of Approval:	Attachedo N				
Date: 0/12/06 Dhora: 422 695 4340		Attached)				

*Attach Additional Sheets If Necessary
incident-nPACO625645889
application PACO625646039

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Rio Brazos Road, Aztec, NM 87410 Astrict IV 220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

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Release Notification and Corrective Action

						OPERA	OR			l Report		Final Report
The state of the s						Contact	Phyllis E	dward	S			
					Telephone N							
Facility Nan	ne .	Jalmat Yate	es Unit #	‡7	I	Facility Typ	Gas Well					
Surface Own	ner			Mineral O	wner	Lease No. 301048						
LOCATION OF RELEASE												
Unit Letter	Section	Township	Range	Feet from the		South Line	Feet from the	East/V	Vest Line	County		
o	12	25S	36E	990	s	outh	1650	E	ast	Lea		
Latitude Longitude												
NATURE OF RELEASE												
Type of Release produced oil & water leak Volume of Release 2 BO & 25 BW Volume Recovered 1 BO & 5 BW										& 5 BW		
	Source of Release					our of Occurrence			Hour of Di			
hole in flowline				9/5/06	time unkno	wn	9/5/0	6 apprx	3:00 P	M		
Was Immedia	ate Notice (Yes \square	No Not Re	quired	If YES, To		essage	w/ Hobb	s NMOCE)	
By Whom?	COC	G employee Be	-			Date and H	our 3:00 PM	_				
Was a Watero		ched?	•			If YES, Vo	lume Impacting	the Wate	ercourse.	10100		
			Yes 🛚	No .					- 200 C	1213 K	1370	
If a Watercourse was Impacted, Describe Fully.*												
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Describe Cause of Problem and Remedial Action Taken.* Hole in flowline. Replace flow line.												
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Describe Area Affected and Cleanup Action Taken.*												
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10dorui, Suite,	OIL CONSERVATION DIVISION											
Signature:	1 rg	tes	<u>c</u>	ward	2	/ Ammrassa 3 1	Diatrict Carrer					
Printed Name	Printed Name: Phyllis A. Edwards Approved by District Supervisor:											
Title:	Regulator	y Analyst				Approval Date: Expiration Date:						
E-mail Addre	ess: <u>pedwa</u>	rds@conchore	esources.co	<u>om</u>		Conditions of Approval:						
D. 4. 0/6/0			Di	122 (05 4240						Attache	<u>ч</u> Ц	
Date: 9/6/06 Phone: 432-685-4340												

* Attach Additional Sheets If Necessary

SAMPLE & REMEDIATION PLAN REDLIESD,