

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	Kanicia Carrillo
Address	550 W. Texas, Suite 100 Midland, TX 79701	Telephone No.	432-685-4332
Facility Name	~ Rhino #1	Facility Type	Battery

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC058698B/ 30-025-36605
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	35	17S	32E					Lea

Latitude N32 47.384 Longitude W103 44.698

The leak is located approximately 200 yards south of the Rhino #1.

NATURE OF RELEASE

Type of Release- Produced water	Volume of Release-400 bbls	Volume Recovered- 260 bbls
Source of Release- produced water mainline	Date and Hour of Occurrence- 12/31/09	Date and Hour of Discovery 12/31/09
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Trishia Bad Bear, Larry Johnson, Geoffrey Leking	
By Whom? Pat Ellis	Date and Hour 12/31/09 9:13pm	
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.*

WATER @ 25'

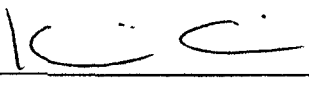
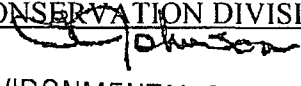
Describe Cause of Problem and Remedial Action Taken.*

A tee had snapped apart at the produced water mainline coming from the Rhino battery.

Describe Area Affected and Cleanup Action Taken.*

The spill area does not contain many large areas, but instead multiple fingers that cover an area of approximately 75' X 1000'. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a remediation work plan to the NMOCD/BLM for your 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: 	OIL CONSERVATION DIVISION 	
Printed Name: Kanicia Carrillo	Approved by District Supervisor ENVIRONMENTAL ENGINEER	
Title: Regulatory Analyst	Approval Date: 1.18.10	Expiration Date: 3.18.10
E-mail Address: kcarrillo@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 01/12/10 Phone: 432-685-4332	SUBMIT WORKPLAN FOR APPROVAL	1 RPT 10.1.2398

* Attach Additional Sheets If Necessary

COMPLETE & SUBMIT FINAL C.A. BY 3.18.10

FGRL1002249400