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

Received 11/9/2016 NMOCD Artesia

Form C-141 Revised August 8, 2011

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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action **OPERATOR** ☐ Initial Report COG Operating LLC Robert McNeill Name of Company: Contact: 600 West Illinois Avenue, Midland TX 79701 Telephone No. 432-683-7443 Address: Facility Name: SRO STATE COM #060H Facility Type: Tank Battery 30-015-41741 Surface Owner: State Mineral Owner: API No. LOCATION OF RELEASE Township Feet from the North/South Line Feet from the East/West Line Unit Letter Section Range County 28E Н 10 **26S** 2450' North 3801 East Eddy Latitude 32.0575981 Longitude 104.0678101 NATURE OF RELEASE Type of Release: Volume of Release: Volume Recovered: Produced Water 10bbls 9bbls Date and Hour of Discovery: Source of Release: Date and Hour of Occurrence: Load Line 09-29-2016 5:00 pm 09-29-2016 5:00 pm If YES, To Whom? Was Immediate Notice Given? ☐ Yes ☒ No ☒ Not Required By Whom? Date and Hour: Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* A pin hole developed due to age and corrosion. Replaced the load line with a new section of pipe. Describe Area Affected and Cleanup Action Taken.* This release occurred within a lined facility. Vacuum trucks were dispatched to remove all freestanding fluids. Concho had the free fluids and any contaminated material inside the lined facility removed. The liner has been cleaned and returned back to normal operations. 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. OIL CONSERVATION DIVISION Signature: Printed Name: Robert Grubbs Jr. Approved by Environmental Specialist: Expiration Date: N/A Approval Date: 12/1/2016 Title: Senior HSE Coordinator

Conditions of Approval:

FINAL

rgrubbs@concho.com

Phone:

432-683-7443

E-mail Address:

Date: November 9, 2016

Attached