

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

Received 10/13/2017
NMOCD Dist 2

Form C-141
Revised April 3, 2017

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

Release Notification and Corrective Action

nAB1717157175

OPERATOR

☐ Initial Report ☒ Final Report

| | |
|--|------------------------------------|
| Name of Company: COG Operating, LLC (OGRID# 229137) | Contact: Robert McNeill |
| Address: 600 West Illinois Avenue, Midland TX 79701 | Telephone No.: 432-683-7443 |
| Facility Name: State GQ Com #001 SWD | Facility Type: SWD |

| | | |
|-----------------------------|-----------------------------|------------------------------|
| Surface Owner: State | Mineral Owner: State | API No.: 30-015-22894 |
|-----------------------------|-----------------------------|------------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------------|---------------------|------------------------|---------------------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------|
| Unit Letter J | Section 7 | Township 25S | Range 28E | Feet from the 1980 | North/South Line South | Feet from the 1980 | East/West Line East | County Eddy |
|-------------------------|---------------------|------------------------|---------------------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------|

Latitude: 32.1428375 Longitude: -104.1246643 NAD83

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release: Produced Water | Volume of Release: 45bbbls | Volume Recovered: 44bbbls |
| Source of Release: Water Tank | Date and Hour of Occurrence: 6/16/2017 12:00am | Date and Hour of Discovery: 6/16/2017 12:00 am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Crystal Weaver-NMOCD Amber Groves-NMSLO | |
| By Whom? Dakota Neel | Date and Hour: 6/17/2017 | |
| 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 corroded valve resulted in the release of approximately 45bbbls of produced water. The valve was replaced.

Describe Area Affected and Cleanup Action Taken.*

The release was contained within the lined facility. A vacuum truck was dispatched to remove all freestanding fluids. The containment was pressure washed to remove any residue from the release. The lined containment was inspected and found to be structurally sound.

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>Sheldon Hitchcock</i> | | OIL CONSERVATION DIVISION | |
| Printed Name: Sheldon L. Hitchcock | | Approved by Environmental Specialist: <i>[Signature]</i> | |
| Title: HSE Coordinator | | Approval Date: 10/24/17 | Expiration Date: N/A |
| E-mail Address: slhitchcock@concho.com | | Conditions of Approval: N/A | Attached <input type="checkbox"/> |
| Date: 10/13/2017 Phone: 575-746-2010 | | FINAL | |

* Attach Additional Sheets If Necessary

2RP-4257