

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

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

Release Notification and Corrective Action

nAB1701956337

OPERATOR

Initial Report Final Report

Name of Company: COG Operating LLC	Contact: Robert McNeill
Address: 600 West Illinois Avenue, Midland, TX 79701	Telephone No. 432-683-7443
Facility Name: Spruce Goose Federal Com #2H	Facility Type: Well Head

Surface Owner: Federal	Mineral Owner: Federal	API No. 30-015-43878
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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
A	12	19S	31E	985	North	390	East	Eddy County, NM

Latitude N 32.67964° Longitude W 103.81579°

NATURE OF RELEASE

Type of Release: Oil and Produced water	Volume of Release: 3 bbls oil, 6 bbls produced water	Volume Recovered: 2 bbls oil, 1 bbl produced water
Source of Release: Pressure valve	Date and Hour of Occurrence: 01/17/2017 @ 9:00 am	Date and Hour of Discovery: 01/17/2017 @ 9:00 am
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" 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.*

Describe Cause of Problem and Remedial Action Taken.*
 The release was caused when a back pressure valve was damaged by sand creating a pin hole. The back pressure valve was replaced and a vacuum truck recovered 2 bbls of oil and 1 bbl of produced water.

Describe Area Affected and Cleanup Action Taken.*
 This release occurred on location. Vacuum trucks were dispatched to recover standing fluids. The site was delineated according to OCD standards and a remediation plan was created. Remediation was completed in accordance with the remediation plan approved by Mike Bratcher of NMOCD via email on 04/06/2017 and approved by Henryetta Price of the BLM via email on 09/18/2017.

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>Rebecca Haskell</i>	OIL CONSERVATION DIVISION	
Printed Name: Rebecca Haskell	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Senior HSE Coordinator	Approval Date: 10/31/17	Expiration Date: N/A
E-mail Address: rhaskell@concho.com	Conditions of Approval: Like Approval BLM	Attached <input type="checkbox"/>
Date: October 20, 2017	Phone: (432) 683-7443	FINAL

* Attach Additional Sheets If Necessary