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

1220 S. St. Francis Dr., Santa Fe, NM 87505

Energy Minerals and Natural Resources JAN 31 2012

RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division NMOCD ARTESIA mit 2 Copies to appropriate District Office in accordance 1220 South St. Francis Dr.

with Rule 116 on back side of form

Santa Fe, NM 87505

Release Notification and Corrective Action nM4B 12045 39/25 OPERATOR . Initial Report Final Report Name of Company COG OPERATING LLC 119/31 Pat Ellis Contact Address 550 W. Texas, Suite 100, Midland, TX 79701 Telephone No. 432-230-0077 Facility Name Tenneco State #1 Facility Type Tank Battery Surface Owner Mineral Owner Lease No. (API#) 30-015-30603 LOCATION OF RELEASE Unit Letter Section Township North/South Line Range Feet from the Feet from the East/West Line County M 20 179 20F Eddy Latitude 32 48.829 Longitude 104 06.269 NATURE OF RELEASE Type of Release Produced water Volume of Release 20bbls Volume Recovered 19bbls Source of Release Water tank Date and Hour of Occurrence Date and Hour of Discovery 01/17/2012 01/17/2012 10:00 p.m. Was Immediate Notice Given? If YES, To Whom? ☐ 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.* The water pump wasn't working and in return the water tank ran over. The water pump had an electrical failure that has been repaired and it has been returned to service. Describe Area Affected and Cleanup Action Taken.* Initially 20bbls was released from the water tank and we were able to recover 19bbls with a vacuum truck. The spill area measured roughly 3' x 30' in front of the water tank inside the facility. The entire release was contained inside the tank battery walls. We have dug out the spill area, disposed of the contaminated soil, and backfilled. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a work plan to the NMOCD for 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. OIL CONSERVATION DIVISION Signature: Signed By Approved by District Supervisor Printed Name: Josh Russo 4 2012 Title: **HSE Coordinator Expiration Date:** E-mail Address: jrusso@conchoresources.com Conditions of Approval: Attached Remediation per OCD Rules & Phone: 432-212-2399 **Guidelines. SUBMIT REMEDIATION** * Attach Additional Sheets If Necessary 2RP-1014 PROPOSAL NOT LATER THAN: