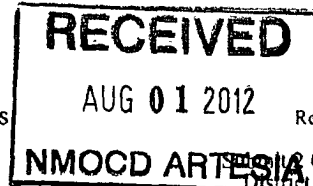


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

nJMW1221556317 OPERATOR ☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	SRO 102 SWD	Facility Type	SWD
Surface Owner	State	Mineral Owner	Lease No. (API#) 30-015-21398

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	16	26S	28E					Eddy

Latitude 32 02.657 Longitude 104 05.431

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	160bbls	Volume Recovered	100bbls
Source of Release	Fiberglass header connection	Date and Hour of Occurrence	07/21/2012	Date and Hour of Discovery	07/21/2012 4:00 p.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher-OCD		
By Whom?	Michelle Mullins	Date and Hour	07/22/2012 12:45 p.m.		
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 fiberglass connection failed at the inlet header on the south side of the SWD. The connection is being repaired.

Describe Area Affected and Cleanup Action Taken.*

Initially 160bbls were released from the failed connection and were able to recover 100bbls with a vacuum truck. Some of the fluid was contained inside the dike walls on the south side of the facility. Some of the fluid escaped the dike walls and streamed to a low lying area to the south of the location in the pasture. 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 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.

Signature:		OIL CONSERVATION DIVISION	
Printed Name: Josh Russo		Approved by District Supervisor:	Signed By:
Title: HSE Coordinator	Approval Date: AUG 02 2012	Expiration Date:	
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>	
Date: 08/01/2012	Phone: 432-212-2399		

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**

9/2/12

2RP-1245