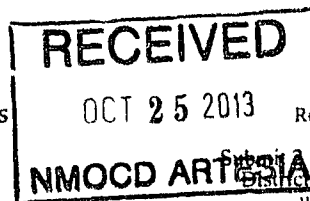


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

NAME 1330251135 **OPERATOR** ☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Robert McNeill
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Skelly Unit #975	Facility Type	Well Pad
Surface Owner	Federal	Mineral Owner	
		Lease No. (API#)	30-015-36356

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	23	17S	31E					Eddy

Latitude 32.82599

Longitude 103.83930

NATURE OF RELEASE

Type of Release	Oil and produced water	Volume of Release	5bbls of oil 566/3 oil	Volume Recovered	2bbls of produced water 766/3 oil
Source of Release	Chemical injection line on well.	Date and Hour of Occurrence	10-21-2013	Date and Hour of Discovery	10-21-2013 3:40pm
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.*

A stainless steel 90 on the chemical injection line broke. Replace the stainless steel 90.

Describe Area Affected and Cleanup Action Taken.*

Initially an estimated 5bbls of oil and 5bbls of produced water were released from a stainless steel 90. We were able to recover 4bbl of oil and 2bbls of produced water with a vacuum truck. The spill was located on the well pad. BBC will sample the spill site area to delineate any possible contamination from the release and we will present a work plan to the BLM/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:	Approved by District Supervisor: Signed By	
Printed Name: Robert Grubbs Jr.	Approval Date: OCT 29 2013	Expiration Date:
Title: Senior Environmental Coordinator	Conditions of Approval:	
E-mail Address: rgrubbs@concho.com	Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	Attached <input type="checkbox"/>
Date: 10-25-2013	Phone: 432-661-6601	

* Attach Additional Sheets If Necessary

NOVEMBER 29, 2013

2RP-2030