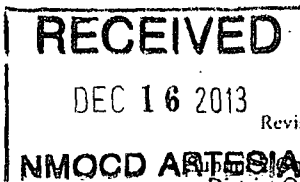


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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

Release Notification and Corrective Action

nJMW 1335337210

| | | | | | | |
|---------------------|--|---|---------------|--|--|--|
| Name of Company | | COG OPERATING LLC 229137 | OPERATOR | | <input checked="" type="checkbox"/> Initial Report | <input checked="" type="checkbox"/> Final Report |
| Address | | 600 West Illinois Avenue, Midland, TX 79701 | Contact | | Robert McNeill | |
| Facility Name | | Birdseye 32 State #004H | Telephone No. | | 432-230-0077 | |
| | | | Facility Type | | Tank Battery | |
| Surface Owner State | | | Mineral Owner | | Lease No. (API#) 30-015-39387 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| M | 32 | 19S | 31E | | | | | Eddy |

Latitude 32.61048

Longitude 103.89886

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|---|----------------------------|--|
| Type of Release | Oil and produced water | Volume of Release | 15bbls of oil 10bbls of produced water | Volume Recovered | 10bbls of oil 8bbls of produced water |
| Source of Release | Gasket on separator failed | Date and Hour of Occurrence | 12-05-2013 | Date and Hour of Discovery | 12-05-2013 09:30am |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | Mike Bratcher - NMOCD | | |
| By Whom? | Michelle Mullins | Date and Hour | 12-06-2013 07:33am | | |
| 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.*

Back pressure on the separator caused the gasket to fail. Replace the gasket and watch the back pressure.

Describe Area Affected and Cleanup Action Taken.*

Initially 15bbls of oil and 10bbls of produced water were released from the separator. We were able to recover 10bbls of oil and 8bbls of produced water with a vacuum truck. The spill was contained inside the lined facility. All free fluid has been recovered. Any contaminated gravel has been removed, the liner has been steam cleaned and we have replaced with fresh gravel as necessary. This location has been returned to its prior condition.

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: <i>Robert Grubbs Jr.</i> | Approved by District Supervisor: <i>Signed By Mike Bratcher</i> | |
| Printed Name: Robert Grubbs Jr. | Approval Date: DEC 19 2013 | Expiration Date: |
| Title: Senior Environmental Coordinator | Conditions of Approval: | Attached <input type="checkbox"/> |
| E-mail Address: rgrubbs@concho.com | | |
| Date: 12-11-2013 Phone: 432-661-6601 | | |

* Attach Additional Sheets If Necessary

Accepted for record
NMOCD

2RP-2120