District I State of New Mexico Form C-141 1625 N. French Dr., Hobbs, NM 88240 **Energy Minerals and Natural Resources** Revised October 10, 2003 District II 1301 W. Grand Avenue, Artesia, NM 88210 Submit 2 Copies to appropriate District III **Oil Conservation Division** District Office in accordance 1000 Rio Brazos Road, Aztec, NM 87410 1220 South St. Francis Dr. District IV with Rule 116 on back side of form 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report Final Report Name of Company COG Operating LLC Contact Pat Ellis Telephone No. (432) 230-0077 Address 550 W. Texas, Suite 1300 Midland, Texas 79701 Facility Name East High Lonesome Penrose Unit Tank Facility Type Tank Battery Battery Surface Owner: Federal Mineral Owner Lease No. 91-008663-A LOCATION OF RELEASE Feet from the North/South Line Feet from the East/West Line Unit Letter Section Township Range County 14 29E Eddy Н 16S Latitude 32 55.377 Longitude 104 02.391 NATURE OF RELEASE Volume of Release 200 bbls Type of Release: Produced Water Volume Recovered 195 bbls Source of Release: Water Tank Date and Hour of Occurrence Date and Hour of Discovery 06/21/2010 06/21/2010 12:00p.m. If YES, To Whom? Was Immediate Notice Given? Yes 🗌 No 🗌 Not Required Mike Bratcher--OCD Date and Hour 06/22/2010 By Whom? Josh Russo 5:23 p.m. Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. 🗌 Yes 🖾 No N/A If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* The release was caused by a burned relay powering the Murphy tank level switch gauge. The problem was immediately corrected. Describe Area Affected and Cleanup Action Taken.* Tetra Tech personal inspected site and collected samples to define the spills extent. The area of the tank battery was excavated 1.0' and the area of the pad was excavated 4.0'. The BLM requested that confirmation samples would be collected to confirm the impact was removed. Soil that exceeded RRAL was removed and hauled away for proper disposal. The site was then brought up to surface grade with clean backfill material. Tetra Tech prepared a closure report and submitted it to the NMOCD for review. 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. CONSERVATION DIVISION OII Signature: Approved by District Supervisor: Printed Name: Ike Tavarez 24 IL/ Title: Project Manager Approval Date: Expiration Date: E-mail Address: Ike.Tavarez@TetraTech.com Conditions of Approval: Attached 6 Date: Phone: (432) 682-4559

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