

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141
Revised August 8, 2011

JAN 16 2015

Submit Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

NAB1502140468

OPERATOR

☒ Initial Report ☒ Final Report

| | |
|---|----------------------------|
| Name of Company: COG Operating LLC | Contact: Robert McNeill |
| Address: 600 West Illinois Avenue, Midland TX 79701 | Telephone No. 432-230-0077 |
| Facility Name: Mesquite State #1 | Facility Type: Battery |

| | | |
|----------------------|----------------|----------------------|
| Surface Owner: State | Mineral Owner: | API No. 30-015-30037 |
|----------------------|----------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| L | 20 | 17S | 29E | 1650 | South | 330 | West | Eddy |

Latitude 32.817378250804 Longitude -104.104529835881

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release: Oil | Volume of Release: 20 bbls Oil | Volume Recovered: 19 bbls Oil |
| Source of Release: Gasket Failure | Date and Hour of Occurrence: 1/1/2015 7:00 am | Date and Hour of Discovery: 1/1/2015 7:00 am |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input 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.*

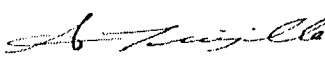

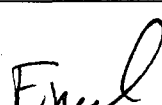
Describe Cause of Problem and Remedial Action Taken.*

This release was caused by a gasket failure on a heater treater. Vacuum trucks were dispatched to recover all standing fluid.

Describe Area Affected and Cleanup Action Taken.*

This release occurred within a lined facility. A small area was impacted by spraying fluid outside the berm. The area was able to be treated with Microblaze. This facility was cleaned, repaired and put back into production.

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: Amanda Trujillo | Approved by Environmental Specialist:  | |
| Title: Senior Environmental Coordinator | Approval Date: 1/20/15 | Expiration Date: NA |
| E-mail Address: atrujillo@concho.com | Conditions of Approval:  | Attached <input type="checkbox"/> |
| Date: January 16, 2015 Phone: 575-748-6940 | | |

* Attach Additional Sheets If Necessary

2RP-2748