

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

MAR 05 2015

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

NAB1506538521

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: Loco Hills SWD #1 | Facility Type: SWD |

| | | |
|----------------------|----------------|----------------------|
| Surface Owner: State | Mineral Owner: | API No. 30-015-31635 |
|----------------------|----------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| P | 36 | 17S | 30E | 660' | South | 860' | East | Eddy |

Latitude 32.7856127233776 Longitude -103.919670657623

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Produced Water | Volume of Release: 130 bbls | Volume Recovered: 130 bbls |
| Source of Release: Flowline within battery | Date and Hour of Occurrence: 3/3/2015 10:00 am | Date and Hour of Discovery: 3/3/2015 10:00 am |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher - NMOCD | |
| By Whom? Amanda Trujillo | Date and Hour: 3/5/2015 6:30 pm | |
| 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.*

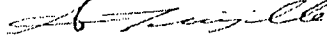
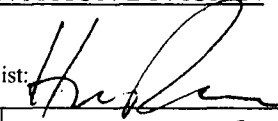
A flowline off the H-pump became plugged and caused the release. Vacuum trucks were dispatched to recover all standing fluid.

Describe Area Affected and Cleanup Action Taken.*

This release occurred within a falcon lined facility. All fluid was able to be recovered.

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 Environmental Specialist:  | |
| Printed Name: Amanda Trujillo | Approval Date: 3/6/15 | Expiration Date: N/A |
| Title: Senior Environmental Coordinator | Conditions of Approval: FINAL | |
| E-mail Address: atrujillo@concho.com | Attached <input type="checkbox"/> | |
| Date: March 5, 2015 | Phone: 575-748-6940 | |

* Attach Additional Sheets If Necessary

2RP-2862