

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

JUL 15 2016

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

RECEIVED

Release Notification and Corrective Action

NAB11619757075

OPERATOR

Initial Report Final Report

Name of Company:	COG Operating LLC <i>279137</i>	Contact:	Robert McNeill
Address:	600 West Illinois Avenue, Midland TX 79701	Telephone No.	432-683-7443
Facility Name:	VT 36 STATE #001H	Facility Type:	Flowline
Surface Owner:	State	Mineral Owner:	API No. 30-015-37690

LOCATION OF RELEASE

Unit Letter D	Section 36	Township 19S	Range 25E	Feet from the 480'	North/South Line North	Feet from the 330'	East/West Line West	County Eddy
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Latitude 32.6227913 Longitude 104.4456329

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: 40bbls of Produced Water	Volume Recovered: 0bbls of Produced Water
Source of Release: 4" Balon valve	Date and Hour of Occurrence: 07-06-2016 08:00am	Date and Hour of Discovery: 07-06-2016 08:00am
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 / Amber Groves - SLO	
By Whom? Robert Grubbs Jr.	Date and Hour: 7/12/2016 1:36 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.*
4" Balon valve corroded due to age. The valve was replaced with a new one,

Describe Area Affected and Cleanup Action Taken.*
This release impacted a 200' x 80' area in the pasture. Concho will have the spill site sampled to delineate any possible contamination from the release and we will present a remediation work plan to the 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.

Signature: <i>Robert Grubbs Jr.</i>	OIL CONSERVATION DIVISION	
Printed Name: Robert Grubbs Jr.	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Senior Environmental Coordinator	Approval Date: <i>7/15/16</i>	Expiration Date: <i>N/A</i>
E-mail Address: rgrubbs@concho.com	Conditions of Approval: Remediation per O.C.D. Rules & Guidelines	
Date: July 15, 2016	Phone: 432-683-7443	Attached <input type="checkbox"/>

SUBMIT REMEDIATION PROPOSAL NO
LATER THAN: *8/18/16* *2RD 3781*

* Attach Additional Sheets If Necessary