

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

OCT 07 2016

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

RECEIVED

Form C-141
Revised August 8, 2011

Release Notification and Corrective Action

NA131628632716 **OPERATOR** ☒ Initial Report ☐ Final Report

| | |
|---|----------------------------|
| Name of Company: COG Operating LLC 229137 | Contact: Robert McNeill |
| Address: 600 West Illinois Avenue, Midland TX 79701 | Telephone No. 432-230-0077 |
| Facility Name: SCREWDRIVER 24 FEDERAL COM #002H | Facility Type: Battery |

| | | |
|------------------------|------------------------|----------------------|
| Surface Owner: Federal | Mineral Owner: Federal | API No. 30-015-42914 |
|------------------------|------------------------|----------------------|

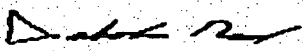
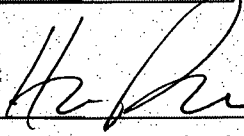
LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| P | 24 | 19S | 31E | 900' | South | 190' | East | Eddy |

Latitude 32.641211617 Longitude -103.83072596

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Oil | Volume of Release: 22 bbls Oil | Volume Recovered: 21 bbls Oil |
| Source of Release: Broken Sight Glass | Date and Hour of Occurrence: 10/5/2016 7:00 am | Date and Hour of Discovery: 10/5/2016 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 broken sight glass. The sight glass has been replaced and a protective cover placed on the sight glass. | | |
| Describe Area Affected and Cleanup Action Taken.* This release occurred within the lined facility and a light mist went onto the location. A vacuum truck was dispatched to recover standing fluid and the facility will be pressure washed. Concho will have the spill site inspected for 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:  | | OIL CONSERVATION DIVISION | |
| Printed Name: Dakota Neel | | Approved by Environmental Specialist:  | |
| Title: Environmental Coordinator | | Approval Date: 10/11/16 | Expiration Date: N/A |
| E-mail Address: dneel2@concho.com | | Conditions of Approval: Remediation per O.C.D. Rules & Guidelines Attached <input type="checkbox"/> | |
| Date: October 7, 2016 Phone: 575-748-6933 | | SUBMIT REMEDIATION PROPOSAL NO LATER THAN: 11/12/16 | |

* Attach Additional Sheets If Necessary.

22P-3935