

District I
1625 N French Dr , Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

JUN - 3 2009

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

30-015-26743

Release Notification and Corrective Action

nmlb 0927357241

OPERATOR

☒ Initial Report ☐ Final Report

| | | | |
|-----------------|--|---------------|------------------|
| Name of Company | COG OPERATING LLC 229137 | Contact | Kanicia Carrillo |
| Address | 550 W. Texas, Suite 1300 Midland, TX 79701 | Telephone No. | 432-685-4332 |
| Facility Name | GJ West Coop Unit #79 | Facility Type | North Battery |

| | | |
|---------------|---------------|------------------------|
| Surface Owner | Mineral Owner | Lease No. 30-015-26743 |
|---------------|---------------|------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| G | 21 | 17S | 29E | 2310 | North | 1460 | East | Eddy |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release-OIL | Volume of Release-15bbls | Volume Recovered- 12bbls |
| Source of Release-LACT UNIT BACK PRESSURE VALVE | Date and Hour of Occurrence- 5/28/09- 12:00 pm | Date and Hour of Discovery 5/28/09-12:00pm |
| 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 District 2 | |
| By Whom? Kent Greenway | Date and Hour 5/29/09- 9:00 am | |
| 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.*


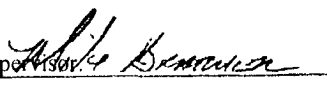
Describe Cause of Problem and Remedial Action Taken.*

1/4 inch line on lact unit back pressure valve broke. Replaced back pressure valve and put lact back in service.

Describe Area Affected and Cleanup Action Taken.*

Approximately 10' X 25' area was sprayed and affected. All spray was contained on the location pad. 12bbls oil liquid was recovered The affected area is being dug out to a 1' depth and removed. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a remediation work plan to the NMOCD for your 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: Kanicia Carrillo | | Approved by:  | |
| Title: Regulatory Analyst | | Approval Date: SEP 30 2009 | Expiration Date: N/A |
| E-mail Address: kcarrillo@conchoresources.com | | Conditions of Approval: | |
| Date: 6/01/09 Phone: 432-685-4332 | | REMEDATION COMPLETED | |
| | | Attached <input type="checkbox"/> | |

* Attach Additional Sheets If Necessary

nmlb 0927357518

2RP-346