District 1
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aziec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources

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

MAR 11 2011

Form C-141 vised October 10, 2003

2RP-640

NMOCD APSING PA dpies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action **OPERATOR** ☐ Initial Report ☐ Final Report COG OPERATING LLC 229137 Pat Ellis Name of Company Contact 550 W. Texas, Suite 100, Midland, TX 79701 432-230-0077 Address Telephone No. McIntyre DK Federal #6 Facility Name Facility Type Flowline Lease No. (API#) 30-015-20972 Surface Owner Federal Mineral Owner LOCATION OF RELEASE Township Unit Letter Section Range Feet from the North/South Line Feet from the Fast/West Line County Eddy N 17S 30E **Latitude 32.8298** Longitude 103.9947 NATURE OF RELEASE Volume Recovered 17bbls Type of Release Oil / Produced water Volume of Release 20bbls Date and Hour of Discovery Source of Release Flowline Date and Hour of Occurrence 03/04/2011 11:00 a.m. 03/04/2011 Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☒ No ☒ Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* The flowline developed a leak due to corrosion and was initially clamped to stop the release; The corroded area has since been replaced with a new joint. Describe Area Affected and Cleanup Action Taken.* Initially 20bbls of fluid was released from the flowline and we were able to recover 17bbls of fluid with a vacuum truck. The spill occurred in the pasture roughly 100' East of the Jenkins B Tank Battery. The dimensions of the spill measured 100' x 100'. 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 / BLM 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 OIL CONSERVATION DIVISION Signature: Approved by District Supervisor By Printed Name Josh Russo Expiration Date: Title: **HSE** Coordinator Approval Date: Conditions of Approval: E-mail Address: jrusso@conchoresources.com Attached [REMEDIATION per OCD Rules and Date: 03/10/2011 Phone: 432-212-2399

Guidelines. SUBMIT REMEDIATION

4/15/11

PROPOSAL BY: