District.]
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District.III
1000 Rio Brazos Road, Aziec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company: COG Operating LLC Contact: Robert McNeill 600 West Illinois Avenue, Midland TX 79701 Address: Telephone No. 432-683-7443 Facility Name: SRO STATE COM #064H Facility Type: Tank Battery Surface Owner: Mineral Owner: API No. 30-015-42130 LOCATION OF RELEASE Unit Letter Section Township Feet from the East/West Line Range North/South Line Feet from the County Ε 28E **26S** 2450" North 710' West Eddy Latitude 32.0576019 Longitude 104.0815811 NATURE OF RELEASE Type of Release: Volume of Release: Volume Recovered: Produced Water 30bbls 25bbls Source of Release: Date and Hour of Occurrence: Date and Hour of Discovery: 1/4 Nipple 10-28-2016 12:15 pm 10-28-2016 12:15 pm Was Immediate Notice Given? If YES, To Whom? ☑ Yes ☐ No ☐ Not Required Mike Bratcher - NMOCD / Amber Groves - SLO By Whom? Robert Grubbs Jr. Date and Hour: Sat 10/29/2016 11:51 AM 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 release was caused by a 1/4" nipple that broke off causing the spill. Replaced the ¼ nipple with a new one. Describe Area Affected and Cleanup Action Taken.* This release occurred in the pasture an area of 8X50 against the tank batteries berm. Concho had the spill site sampled and a work plan was prepared. The work plan was approved by the NMOCD on September 19, 2017 and the NMSLO on October 2, 2017. Remediation activities were conducted by TRC, on behalf of COG, in accordance with the NMOCD and NMSLO. 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: Printed Name: Dakota Neel Approved by Environmental Specialist: Expiration Date: N/A Approval Date: 08/23/18 Title: **HSE Coordinator** E-mail Address: dneel2@concho.com Conditions of Approval: Attached

* Attach Additional Sheets If Necessary

Date: March 13, 2018

FINAL 2RP-3974

432-215-2783

N/A