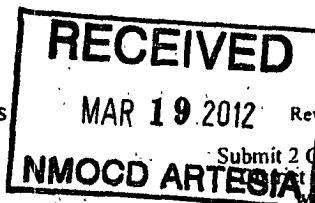


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505



Form C-141  
Revised October 10, 2003  
Submit 2 Copies to appropriate  
Office in accordance  
with Rule 116 on back  
side of form

Release Notification and Corrective Action

nMLB/1208732359

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company	COG OPERATING LLC 229/37	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Biscuit Hills SWD	Facility Type	SWD Facility

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-28142
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
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Latitude 32 48.023 Longitude 103 53.354

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	20bbls	Volume Recovered	19bbls
Source of Release	Durco pump	Date and Hour of Occurrence	03/06/2012	Date and Hour of Discovery	03/06/2012 4:00 p.m.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" 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.\*

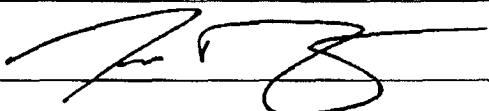
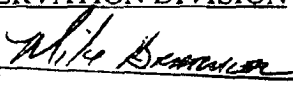
Describe Cause of Problem and Remedial Action Taken.\*

Suction line on Durco pump came off causing release. Suction line has been secured with new clamp,

Describe Area Affected and Cleanup Action Taken.\*

Initially 20bbls of produced water was released from the Durco pump and we were able to recover 19bbls with a vacuum truck. The entire release was contained inside the dike walls of the facility, which is lined with a 40 mil plastic liner. Contaminated gravel has been removed and replaced with fresh gravel where necessary. This location has been returned to its prior condition.

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:	Josh Russo	Signed By	
Title:	HSE Coordinator	Approved by District Supervisor:	
E-mail Address:	jrusso@conchoresources.com	Approval Date:	MAR 27 2012
Date:	03/19/2012	Expiration Date:	N/A
Phone:	432-212-2399	Conditions of Approval:	N/A Final
		Attached	<input type="checkbox"/>

\* Attach Additional Sheets If Necessary

2RP-1072