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

* 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

JUL 12 2012 Refused October 10, 2003

Submit 2 Copies to appropriate

NMOCD ARTESIA, th Rule 116 on back side of form

Santa Fe, NM 87505		
Release Notification and Corrective Action		
nTMW1219552251	OPERATOR	☐ Initial Report ☐ Final Repor
Name of Company COG OPERATING LLC 229/3		Ellis
Address 550 W. Texas, Suite 100, Midland, TX 79701	7	0-0077
Facility Name GJ West Coop Trunkline	Facility Type Trunk	line
Surface Owner State Mineral Own	per	Lease No. (API#) 30-015-25492
Surface owner state	,	Wells tied into trunkline 30-015-03163
LOCATION OF RELEASE GTWOST COOP UT 74		
1 *** - -	orth/South Line Feet from the 1	East/West Line County
B 28 17S 29E		Eddy
Latitude 32 48.700 . Longitude 104 04.642 NATURE OF RELEASE		
Type of Release Produced water w/ skim oil	Volume of Release 10bbls	Volume Recovered 2bbls
Source of Release Trunkline	Date and Hour of Occurrence 07/09/2012	Date and Hour of Discovery 07/09/2012 3:20 p m.
Was Immediate Notice Given? ☐ Yes ☒ No ☒ Not Required If YES, To Whom?		
By Whom?	Date and Hour	
Was a Watercourse Reached? ☐ Yes ☒ No	If YES, Volume Impacting the	Watercourse.
If a Watercourse was Impacted, Describe Fully.*		
Describe Cause of Problem and Remedial Action Taken.*		
Corrosion caused a hole to develop in our GJ West Coop Unit #74 and #125 trunkline. We are in the process of replacing the corroded steel flowline.		
Describe Area Affected and Cleanup Action Taken.*		
Initially approximately 10bbls were release from the corroded flowline and we were able to recover 2bbls with vacuum truck. 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 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: A Demonsor		
Printed Name: Josh Russo	Approved by District Supervisor:	Signed By W1/4 DAMMES
Title: HSE Coordinator	Approval Date: 1 3 2012	Expiration Date:
E-mail Address: jrusso@conchoresources com	Conditions of Approval:	Attached
Date: 07/12/2012 Phone: 432-212-2399		

Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:

~ ''