

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  
District Office in accordance  
with Rule 116 on back  
side of form

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

|                 |   |               |                |
|-----------------|---|---------------|----------------|
| Name of Company | COG Operating LLC                             | Contact       | Pat Ellis      |
| Address         | 550 W. Texas, Suite 1300 Midland, Texas 79701 | Telephone No. | (432) 685-4332 |
| Facility Name   | Southwest Central Tank Battery                | Facility Type | Tank Battery   |
| Surface Owner:  | Federal                                       | Mineral Owner |                |
|                 |   | Lease No.     | NMNM-0467932   |

LOCATION OF RELEASE

|             |         |          |       |               |                  |               |                |        |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| O           | 20      | 17S      | 30E   |               |                  |               |                | Eddy   |

Latitude N 32.81578° Longitude W 103.99519°

NATURE OF RELEASE

|  |  |  |
|--|--|--|
| Type of Release: Produced Water  | Volume of Release: 100 bbls  | Volume Recovered: 98 bbls oil                    |
| Source of Release: 6" steel line   | Date and Hour of Occurrence: 08/31/2010                                      | Date and Hour of Discovery: 08/31/2010 5:00 a.m. |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br>Terry Gregston -BLM<br>Jim Amos-BLM<br>Mike Bratcher-OCD |  |
| By Whom?   | Date and Hour: 08/31/2010 5:24 p.m.  |  |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse:<br>N/A                             |  |

If a Watercourse was Impacted, Describe Fully.\*

N/A

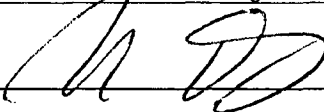
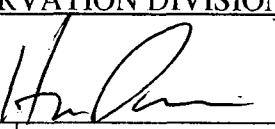
Describe Cause of Problem and Remedial Action Taken.\*

Due to corrosion, a 6" steel water line developed a hole in it. A 1/2 inch plug was installed to repair the line and a new, plastic coated line is being installed to replace the existing line.

Describe Area Affected and Cleanup Action Taken.\*

Tetra Tech inspected and assessed the spill area for extents. A work plan was prepared and submitted to NMOCD for approval. Soils exceeding the RRAL were removed and transported to proper disposal. Once excavated to the appropriate depths, the excavation was backfilled with clean soil. Tetra Tech prepared closure report and submitted to NMOCD for review.

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: Ike Tavarez (agent for COG)  | Approved by District Supervisor:  |                                   |
| Title: Project Manager   | Approval Date: 5/9/14  | Expiration Date: NA               |
| E-mail Address: ike.tavarez@tetrattech.com   | Conditions of Approval: Final  | Attached <input type="checkbox"/> |
| Date: 6-20-13 Phone: (432) 682-4559  |  |                                   |

\* Attach Additional Sheets If Necessary

RECEIVED

AUG 23 2013

NMOCD ARTESIA

22P-473