

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

NM OIL CONSERVATION
ARTESIA DISTRICT

AUG 26 2016

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

NAB1624239751

OPERATOR

Initial Report Final Report

| | |
|--|------------------------------------|
| Name of Company: COG Operating LLC <i>229137</i> | Contact: Robert McNeill |
| Address: 600 West Illinois Avenue, Midland TX 79701 | Telephone No. 432-683-7443 |
| Facility Name: SRO STATE COM #014H | Facility Type: Tank Battery |

| | | |
|-----------------------------|----------------|---------------------------------|
| Surface Owner: State | Mineral Owner: | API No. 30-015-37426 SRO |
|-----------------------------|----------------|---------------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------------|----------------------|------------------------|---------------------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------|
| Unit Letter M | Section 10 | Township 26S | Range 28E | Feet from the 660' | North/South Line South | Feet from the 330' | East/West Line West | County Eddy |
|-------------------------|----------------------|------------------------|---------------------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------|

Latitude 32.0515251 Longitude 104.0828857

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Oil & Produced Water | Volume of Release: 0.5bbls of Oil and 175bbls of Produced Water | Volume Recovered: 0.5bbls of Oil and 172bbls of Produced Water |
| Source of Release: Lightning Strike | Date and Hour of Occurrence: 08-24-2016 01:00 am | Date and Hour of Discovery: 08-24-2016 01:00 am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher- NMOCD / Amber Groves - SLO | |
| By Whom? Robert Grubbs Jr. | Date and Hour: Thu 8/25/2016 9:56 AM | |
| 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.*

The release was caused by a lightning strike during a thunderstorm.

Describe Area Affected and Cleanup Action Taken.*

This release occurred within a lined facility. Vacuum trucks were dispatched to remove all freestanding fluids. Concho will have the spill area evaluated for 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.

| | | |
|---|---|-----------------------------|
| Signature: | OIL CONSERVATION DIVISION | |
| Printed Name: Robert Grubbs Jr. | Approved by Environmental Specialist: | |
| Title: Senior Environmental Coordinator | Approval Date: 8/29/16 | Expiration Date: NIA |
| E-mail Address: rgrubbs@concho.com | Conditions of Approval: | |
| Date: August 26, 2016 Phone: 432-683-7443 | <input type="checkbox"/> Attached Remediation per O.C.D. Rules & Guidelines SUBMIT REMEDIATION PROPOSAL NO LATER THAN: <u>9/29/16</u> | |

* Attach Additional Sheets if Necessary

2RP-3847