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**

Form C-141 Revised August 8, 2011 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action

| | | | | | | OPERA | \boxtimes | Initial Report Final Report | | | | | |
|---|--|-----------------|---------------------------|---------------------------------------|---------------------|---|--|------------------------------|-------------------------|---------------------------|----------|------------------------|--|
| Name of Company: COG Operating LLC | | | | | | Contact: | Robert McNeill | | | | | | |
| Address: 600 West Illinois Avenue, Midland TX 79701 | | | | | | Telephone No. 432-683-7443 | | | | | | | |
| Facility Name: Azores Federal 3H Battery | | | | | | Facility Type: Tank Battery | | | | | | | |
| Surface Owner: Federal Mineral Owner | | | | | | : API No. 30-025-41158 | | | | | 8 | | |
| | | | | LOCA | \TIO | N OF REI | LEASE | | | | | | |
| Unit Letter S | ection Tow | 7-10 | | | st/West Line County | | | | | | | | |
| N 29 24S 32E 190 | | | | | | South 1980 West Lea | | | | l | | | |
| | Latitude 32.181941 Longitude -103.699571 | | | | | | | | | | | | |
| NATURE OF RELEASE | | | | | | | | | | | | | |
| Type of Release: | | | Volume of Release: 2 bbls | | | Volume Recovered: 1 bbl | | | | | | | |
| Oil Source of Release: | | | | | | | | | | te and Hour of Discovery: | | | |
| Flare | | | | | | June 18, 2017 12:00 pm | | | | June 18, 2017 12:00 pm | | | |
| Was Immediate Notice Given? | | | | | | If YES, To Whom? | | | | | | | |
| | | | | | | | | | | | | | |
| By Whom? Dakota Neel Was a Watercourse Reached? | | | | | | Date and Hour: June 19, 2017 8:16 am If YES, Volume Impacting the Watercourse. | | | | | | | |
| Yes No | | | | | | Tres, volume impacting the watercoarse. | | | | | | | |
| If a Watercourse was Impacted, Describe Fully.* | | | | | | | DECEIVE | D | | | | | |
| If a Watercourse was Impacted, Describe Fully.* RECEIVED | | | | | | | | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* By Olivia Yu at 8:27 am, Jun 23, 201 | | | | | | | | | | | 2017 | | |
| Describe Cause of Froblem and Remedian Action Taken. | | | | | | | | | | | | | |
| The release was due to the test KO bypass being set to open which resulted in oil being sent to the flare. | | | | | | | | | | | | | |
| Describe Area Affected and Cleanup Action Taken.* | | | | | | | | | | | | | |
| | | | | | | | ned area. There is | | | | | | |
| I hereby certify t | hat the inform | nation given al | ove is tr | ue and comp | lete to t | he best of my | knowledge and und perform correct | nderstand t | hat pursu | tant to NM | OCD r | ules and | |
| public health or | derators are re the environme | ent. The accer | rt and/or tance of | nie certain r a C-141 repo | erease r | e NMOCD m | na periorm correc arked as "Final R | aive actions enort" does | s for rete not relie | ases which eve the one | may e | naanger f liability | |
| should their oper | ations have fa | uiled to adequa | itely inve | stigate and r | emedia | e contaminati | on that pose a thr | eat to groun | nd water, | surface w | ater, hu | ıman 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: Kellecco Haskell | | | | | | M I | | | | | | | |
| Printed Name: Rebecca Haskell | | | | | | | | | 8 A | | | | |
| Printed Name. | | Rebecca Ha | - | Approved by Environmental Specialist: | | | | | | | | | |
| Title: Senior HSE Coordinator | | | | | | Approval Date: 6/23/2017 Expiration Date: | | | | | | | |
| E-mail Address: | | rhaskell@co | ncho.cor | n | | Conditions of | f Approval: | | | | . — | | |
| | | | | | | | equests confir | matory | | Attached | · 🗆 | | |
| Date: June 20, 2017 Phone: 432-683-7443 | | | | | | laboratory analyses of 1 discrete | | | | | | | |
| * Attach Additional Sheets If Necessary | | | | | | soil sample (6" - 1') from impacted nOY1717732965 | | | | | | | |
| | | | | | | pasture ar | ea. | | | | | | |
| | | | | | | 1RP-47 | 722 | | [| OV474 | 7714 | 020 | |
| | | | | | | HXF-47 | <u> </u> | | þ | OY171 | 1141 | 930 | |