NMOCD Artesia District I State of New Mexico 1625 N. French Dr., Hobbs, NM 88240 Form C-141 **Energy Minerals and Natural Resources** Revised August 8, 2011 District II 811 S. First St., Artesia, NM 88210 Submit 1 Copy to appropriate District Office in District III **Oil Conservation Division** 1000 Rio Brazos Road, Aztec, NM 87410 accordance with 19.15.29 NMAC 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report \mathbf{X} **Final Report** Name of Company Oxy Permian Ltd. Contact Casey Summers PO Box 4294, Houston, TX 77210 (575) 513-8289 Address Telephone No. Facility Name TDC 8 State #001 Facility Type Well State Mineral Owner API No. 30-015-32898 Surface Owner LOCATION OF RELEASE Unit Letter Feet from the North/South Line Feet from the Section Township Range East/West Line County L 8 **19S** 29E Eddy Latitude N 32.67265° Longitude W_104.10448^o NATURE OF RELEASE Type of Release Produced water Volume of Release 7 bbls Volume Recovered 0 bbls Source of Release Internal corrosion of a 2.875" steel disposal line Date and Hour of Occurrence Date and Hour of Discovery 07/30/2016 Was Immediate Notice Given? If YES, To Whom? 🛛 Yes 🗌 No 🗌 Not Required Mike Bratcher, Heather Patterson- NMOCD By Whom? Kathy Purvis @ BBC International Inc. Date and Hour 08/01/2016 @ 12:36 pm Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. 🗌 Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Internal corrosion of a 2.875" steel disposal line caused a leak of 7 bbls of produced water. No fluids were recovered and the line was repaired. Describe Area Affected and Cleanup Action Taken.* The affected area is approximately 100' x 65' on location around the well head. Remediation was completed in accordance with the remediation plan approved by Mike Bratcher of NMOCD via email on 09/28/2016. 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: M Approved by Environmental Specialist: Printed Name: Casey Summers 12/2/2016 Expiration Date: N/A Title: NM Environmental Advisor Approval Date: E-mail Address: Casey Summers@oxy.com Conditions of Approval: Attached **FINAL** (575) 513-8289 Date: Phone: * Attach Additional Sheets If Necessary 2RP-3825

Received 11/22/2016