

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

RECEIVED

By JKeyes at 3:51 pm, May 10, 2016

Form C-141
Revised August 8, 2011

in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Oxy Permian Ltd.	Contact	Casey Summers
Address	6 Desta Drive, Midland, TX 79705	Telephone No.	(575) 513-8289
Facility Name	Red Tank 34 Federal #2 CTB	Facility Type	Gathering
Surface Owner	BLM	Mineral Owner	
		API No.	30-025-31932

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	34	22S	32E					Lea

Latitude N 32.34959° Longitude W 103.65571°

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	15 bbls	Volume Recovered	0 bbls
Source of Release	Corrosion of a 2" steel tee on the water transfer pump line	Date and Hour of Occurrence	05/02/2016	Date and Hour of Discovery	
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Jamie Keyes-NMOCD, Shelly Tucker-BLM		
By Whom?	Kathy Purvis @ BBC International, Inc.	Date and Hour	05/02/2016 @ 4:06 pm		
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.*

Corrosion of a 2" steel tee on the water transfer pump line caused 15 bbls of produced water to leak. No fluids were recovered and the tee was replaced.

Describe Area Affected and Cleanup Action Taken.*

The affected area is approximately 70' x 200' on location and just south of location. Remediation will be completed in accordance with an approved remediation plan by NMOCD and the BLM.

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:	<u>OIL CONSERVATION DIVISION</u>		
Printed Name: Casey Summers	Approved by Environmental Specialist: <i>Jamie Keyes</i>		
Title: NM Environmental Advisor	Approval Date: 05/10/2016	Expiration Date: 07/10/2016	
E-mail Address: Casey_Summers@oxy.com	Conditions of Approval: Discrete samples only. Delineate and remediate per NMOCD guidelines. Ensure BLM concurrence/ approval.		Attached <input type="checkbox"/> IRP 4271
Date: 5-10-16	Phone: (575) 513-8289		

* Attach Additional Sheets If Necessary

nJXK1613156899
pJXK1613157037