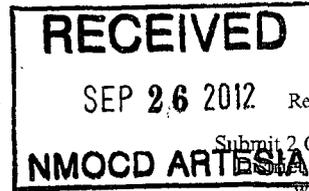


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

nJMW 228938969

OPERATOR

Initial Report Final Report

Name of Company	Oxy Permian Ltd.	192463	Contact	Christopher Jones
Address	1502 W. Commerce Dr., Carlsbad, NM		Telephone No.	(575) 628-4121
Facility Name	Federal C 35 #003		Facility Type	Production

Surface Owner	Mineral Owner	Lease No. API#30-015-30619
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	35	21S	23E	1500	S	2080	E	Eddy County, NM

Latitude N 32.43196° Longitude W 104.57110°

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	20 bbls	Volume Recovered	0 bbls
Source of Release	Failure in 3" poly production line	Date and Hour of Occurrence	9/21/2012 @ 8:00 am	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?	Mike Bratcher- NMOCD, Terry Gregston-BLM		
By Whom?	Christopher Jones	Date and Hour	09/21/2012 @ 9:10 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 failure of a 3" poly production line caused 20 bbls of produced water to leak onto the ground. 0 bbls were recovered and the line was repaired.

Describe Area Affected and Cleanup Action Taken.*
The area affected was approximately 60' x 60'. Remediation will be performed according to an OCD and BLM approved remediation plan.

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: Christopher Jones	Approved by District Supervisor	Signed By <i>Mike Bratcher</i>	
Title: HES Specialist	Approval Date: OCT 15 2012	Expiration Date:	
E-mail Address: Christopher.Jones@oxy.com	Conditions of Approval:	Attached <input type="checkbox"/>	
Date: 09/25/2012	Phone: (575) 628-4121		

* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: Nov. 15, 2012**

2RP-1320

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Wednesday, September 26, 2012 11:10 AM
To: Bratcher, Mike, EMNRD; jamos@blm.gov
Cc: christopher_jones@oxy.com; cbrunson@bbcinternational.com;
kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Initial C-141 for Federal C 35 #003
Attachments: Initial C-141, signed 9-25-12 and sent 9-26-12.pdf

Attached is the initial C-141 for a leak occurring in Eddy County, NM at the Federal C 35 #003. Receipt notification response via email is greatly appreciated.

Kathy Purvis

BBC International, Inc.

1324 W. Marland

Hobbs, NM 88240

Phone: (575) 397-6388

Fax: (575) 397-0397

Email: kathy@bbcinternational.com