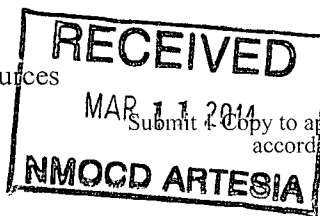


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-141
Revised August 8, 2011

Release Notification and Corrective Action

nt 1411838237

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company: OXY USA Limited Partnership 192 461	Contact: Chris Jones
Address: 102 S. Main St. Carlsbad, NM 88220	Telephone No.: 575-628-4121
Facility Name: Smith Federal #3	Facility Type: Gas Well

Surface Owner: BLM	Mineral Owner: Federal	API No.: 30-015-31342
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LOCATION OF RELEASE

Unit Letter H	Section 11	Township 22S	Range 23E	Feet from the 1514'	North/South Line North	Feet from the 870'	East/West Line East	County Eddy
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Latitude **32.408431 N** Longitude **-104.565277 W**

NATURE OF RELEASE

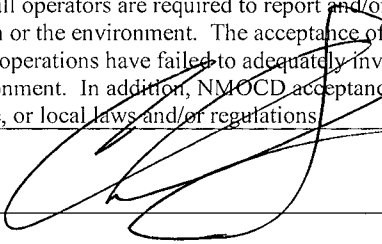

Type of Release: Produced Water	Volume of Release: 12 bbls	Volume Recovered: 3 bbls
Source of Release: 4" Steel Flow Line	Date and Hour of Occurrence 1/10/14	Date and Hour of Discovery 1/10/14
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher of NMOCD & Jim Amos & Jennifer Van Curen @ BLM	
By Whom? Chris Jones	Date and Hour: 1/14/2014 8:34 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.* A 4 inch steel flow line was found to be leaking causing 12 barrels of produced water to be released. The line was shut-in and repaired. A vacuum truck was called to the location and recovered 3 barrels of produced water. Talon/LPE was contracted to perform an initial site assessment and soil sampling.

Describe Area Affected and Cleanup Action Taken.*
The affected area is approximately 120' X 20'. This area impacted the pasture land.

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: Chris Jones	Approved by Environmental Specialist: 	
Title: HES Specialist	Approval Date: 4/28/14	Expiration Date: NA
E-mail Address: Christopher.Jones@oxy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 1/14/2014 Phone: 575-628-4121	Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN: 5/28/14	

* Attach Additional Sheets If Necessary

22P-2268

Bratcher, Mike, EMNRD

From: Christopher_Jones@oxy.com
Sent: Tuesday, January 14, 2014 8:34 AM
To: Bratcher, Mike, EMNRD; Warren, JeanMarie, EMNRD; jamos@blm.gov; jvancure@blm.gov
Cc: dadkins@talonlpe.com; kwilson@talonlpe.com; Tiffney_Burkham@oxy.com
Subject: Smith fed 3

This is to inform you that Oxy had a leak on 1-10-14 on the smith fed 3 flow line. Oxy released 12 bbls of PW and was able to recover 3 bbls. Talon will be doing some initial delineation with a c141 to follow as well as a work plan at a later date. Directions to the leak site are followed.

FROM CARLSBAD NORTH ON HWY 285 TURN WEST ON CTY RD 137 GO APPROXIMATELY 6 MILES PAST MILE MARKER 42 TURN RIGHT AFTER THE CATTLE GUARD GO 2<x-apple-data-detectors://6> MILES TO THE LOCATION OF THE LEAK

Chris Jones
HES Specialist
Permian Primary Production
Carlsbad, NM
Cell 575-499-3337
Off 575-628-4121

"We do not inherit the earth from our ancestors; we borrow it from our children." Chief Seattle

