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

Submit 2 Copies to appropriate District Office in accordance

Form C-141

Revised October 10, 2003

with Rule 116 on back side of form

Release Notification and Corrective Action **OPERATOR** Initial Report Final Report Name of Company OCCIDENTAL PERMIAN LTD. Contact TONY AGUILAR Address . Telephone No. (575)397-8251 Facility Name South Hobbs Unit Satellite 2 Facility Type OIL AND GAS PRODUCTION FACILITY Surface Owner OXY PERMIAN Mineral Owner OXY Lease No. SHU SATELLITE 2 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County В 19-S 10 38-E Lea Latitude 32.40'49.33" Longitude 103.09'08.38"

NATURE OF RELEASE Type of Release Gas Volume of Release 83.9 MCF Volume Recovered 0 Source of Release Date and Hour of Occurrence Date and Hour of Discovery SHU SATELLITE 2 FLARE 7/2/2015 8:00:00 AM 7/2/2015 8:00:00 AM Was Immediate Notice Given? If YES, To Whom? MAXEY BROWN By Whom? TONY AGUILAR Date and Hour 07/02/2015 @ 7:30AM Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.*

NA

RECEIVED

By OCD District 1 at 7:33 am, Jul 27, 2015

Describe Cause of Problem and Remedial Action Taken *

Cause:

FLARED AT THE SOUTH HOBBS UNIT SATELLITE 2. EUNICE DCP PLANT DOWN FOR REPAIRS. EOR

Remedial Action Taken:

DCP MADE REPAIRS AND RESTARTED THEIR PLANT AND FLARING STOPPED.

Describe Area Affected and Cleanup Action Taken.*

ALL GAS BURNED AT FLARE.

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; Jan X lhye Approved by District Supervisor: Printed Name: TONY AGUILAR Title: Approval Date: 07/27/2015 Expiration Date: E-mail Address: RAYMOND_AGUILAR@OXY.COM Conditions of Approval: /// Attached 1RP-3750 Phone: (575)397-8251

Attach Additional Sheets If Necessary

pJXK1520827491