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

Revised August 8, 2011

Form C-141

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

						OPERATOR			☐ Initial Report ☐ Final Repor			
Name of Company Oxy Permian Ltd.						Contact Casey Summers						
Address 6 Desta Drive, Midland, TX 79705						Telephone No. (575) 513-8289						
Facility Name Federal 27 #2 Battery						Facility Type Gathering						
Surface Owner BLM Mineral Owner						API No. 30-025-33652						
				LOCA	TIOI	OF REI	LEASE					
Unit Letter Section Township Range Feet from the North						/South Line Feet from the East/			West Line County			
N	N 27 22S 32E									Lea		
Latitude <u>N 32.35745°</u> Longitude <u>W 103.66195°</u>												
Type of Release Oil and Produced water Volume of Release 2 bbls oil Volume Recovered 5 bbls												
Type of Relea	ase Oil ar	Volume of Release 2 bbls oil, Volume Recovered 5 bbls 8 bbls produced water										
Source of Release Stress/fatigue of 3" poly flow line							our of Occurrence	Date and Hour of Discovery				
Was Immediate Notice Given?						01/14/2016 If YES, To Whom?						
☐ Yes ☐ No ☐ Not Required						Kellie Jones, Jamie Keyes-NMOCD; Shelly Tucker-BLM						
By Whom? Kathy Purvis @ BBC International Inc. Was a Watercourse Reached?						Date and Hour 01/14/2016 @ 1:55 pm						
Was a Watercourse Reached? ☐ Yes ☑ No						If YES, Volume Impacting the Watercourse.						
If a Watercou	rse was Imt	R	ECEIVE									
							Kellie Joi		at 7:32 a	am, Jan	27,	2016
Describe Cause of Problem and Remedial Action Taken.*												
Stress/fatigue of a 3" poly flow line caused 2 bbls oil and 8 bbls of produced water onto the ground. A vacuum truck recovered 5 bbls of fluids and the line was repaired/recovered.												
Describe Area	Affected a	nd Cleanup A	ction Take	en.*								
Describe Area Affected and Cleanup Action Taken.* The affected area is approximately 30' x 50' and 2' x 100'. Remediation will be completed in accordance with an approved remediation plan from NMOCD and the BLM.												
public health of should their of	operators a or the environerations ha ment. In ad	ore required to onment. The a ve failed to ac dition, NMOC	report and acceptance lequately i CD accepts	is true and completed for file certain received a C-141 reportunces tigate and received ance of a C-141 received ance of	lease no t by the mediate	tifications and NMOCD mate contamination	d perform correct rked as "Final Re n that pose a thre	tive acti eport" d eat to gr	ons for rele oes not relie ound water.	ases which a eve the opera	nay end ator of l er, hum	danger liability yan health
Signature:						OIL CONSERVATION DIVISION						
Printed Name: Casey Summers						Approved by Environmental Specialist:						
Title: NM Environmental Advisor						Approval Date: 01/27/2016			Expiration Date: 03/27/2016			
E-mail Address: Casey Summers@oxy.com Date: Phone: (575) 513-8289 Attach Additional Sheets If Necessary						Conditions of Approval: Site samples required. Delineate and remediate as per MNOCD guides. Geotag photographs of remediation recommended. Attached 1 1RP-4119						