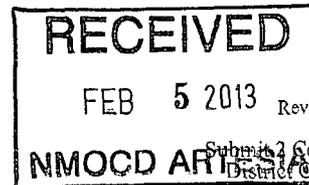


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

nJM *1303932155* OPERATOR Initial Report Final Report

Name of Company	Oxy Permian Ltd.	16696	Contact	CJ Summers
Address	1017 W. Stanolind Rd, Hobbs, NM		Telephone No.	(575) 397-8216
Facility Name	Sterling Silver 3 Federal #6 Battery		Facility Type	Gathering
Surface Owner	BLM	Mineral Owner	Lease No. NM-55142	

LOCATION OF RELEASE

30-015-27638

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	3	24S	31E	1980	North	2310	West	Eddy

Latitude N 32.24812° Longitude W 103.76672°

NATURE OF RELEASE

Type of Release	Oil and Produced water	Volume of Release	200 bbls water, 1 bbl oil	Volume Recovered	180 bbls
Source of Release	Rubber brushing failure between pump and motor caused tank to spill over	Date and Hour of Occurrence	1/23/13	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- OCD; James Amos- BLM		
By Whom?	Chancey Summers	Date and Hour	1/24/13 @ 1:54 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.*
Rubber brushing failure between a pump and motor caused a tank to spill over releasing 200 bbls of produced water and 1 bbl of oil onto the ground. 180 bbls were recovered via vacuum truck and the brushing was repaired.

Describe Area Affected and Cleanup Action Taken.*
Rubber brushing failure between a pump and motor caused a tank to spill over releasing 200 bbls of produced water and 1 bbl of oil onto the ground. 180 bbls were recovered via vacuum truck and the brushing was repaired. Remediation will be performed in accordance with 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:	OIL CONSERVATION DIVISION	
Printed Name: Chancey Summers	Approved by District Supervisor: Signed By <i>Mike Bratcher</i>	
Title: HES Specialist	Approval Date: FEB 08 2013	Expiration Date:
E-mail Address: Chancey.Summers@oxy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <i>2-4-13</i> Phone: (575) 397-8216	Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

March 8, 2013
2RP-1546

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Tuesday, February 05, 2013 11:12 AM
To: Bratcher, Mike, EMNRD; jamos@blm.gov
Cc: C J Summers; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Initial C-141 for Sterling Silver 3 Fed #6
Attachments: Initial C-141, signed 2-4-13 and sent 2-5-13.pdf

Attached is the initial C-141 for a leak occurring 1/23/13 on the Sterling Silver 3 Federal #6 in Eddy County, NM. Receipt notification via email is greatly appreciated. Please contact me if you have any questions.

Kathy Purvis

BBC International, Inc.
1324 W. Marland
Hobbs, NM 88240
Phone: (575) 397-6388
Fax: (575) 397-0397
Email: kathy@bbcinternational.com

Bratcher, Mike, EMNRD

015-27638

From: Chancey_Summers@oxy.com
Sent: Thursday, January 24, 2013 1:54 PM
To: Chancey_Summers@oxy.com; jamos@blm.gov; Bratcher, Mike, EMNRD;
cbrunson@bbcinternational.com; jgilkey@bbcinternational.com;
kathy@bbcinternational.com; kswinney@bbcinternational.com
Subject: RE: STERLING SILVER 3 6 BATTERY

See corrections below.

Thank You
C.J. Summers
HES Advisor
Cell # 575-631-9436
Office # 575-397-8216
Chancey_Summers@oxy.com
"When the blind lead the blind, get out of the way!"

From: Summers, Chancey J
Sent: Thursday, January 24, 2013 10:34 AM
To: 'Amos, James'; Mike Bratcher (Mike.Bratcher@state.nm.us); Cliff P. Brunson; Jennifer Gilkey (jgilkey@bbcinternational.com); Kathy Purvis; Ken Swinney
Subject: STERLING SILVER 3 6 BATTERY

This is to inform you that Oxy Permian Primary had a leak on the STERLING SILVER 3 6 BATTERY on January 23, 2013. Oxy released 200 bbls of water, and 1 barrel of oil due to a RUBBER BUSHING FAILURE BETWEEN PUMP AND MOTOR CAUSING WATER TANK TO SPILL OVER. 180 bbls were recovered. The well is located SECT 3 T24S R31E of Eddy County. Oxy will do some initial remediation, a C-141 to follow. BBC International will delineate at a later date. Driving directions: ON HWY 128 TO MILE MARKER 14 TURN RIGHT GO .5 MILE, TURN RIGHT GO .5 MILE AGAIN, TURN LEFT TO LOCATION . If you have any questions let me know.

Thank You
C.J. Summers
HES Advisor
Cell # 575-631-9436
Office # 575-397-8216
Chancey_Summers@oxy.com<mailto:Chancey_Summers@oxy.com>
"When the blind lead the blind, get out of the way!"

Bratcher, Mike, EMNRD

From: Chancey_Summers@oxy.com
Sent: Thursday, January 24, 2013 10:47 AM
To: jamos@blm.gov; Bratcher, Mike, EMNRD; cbrunson@bbcinternational.com;
jgilkey@bbcinternational.com; kathy@bbcinternational.com;
kswinney@bbcinternational.com
Subject: Recall: STERLING SILVER 3 6 BATTERY

Summers, Chancey J would like to recall the message, "STERLING SILVER 3 6 BATTERY".

Bratcher, Mike, EMNRD

From: Chancey_Summers@oxy.com
Sent: Thursday, January 24, 2013 10:34 AM
To: jamos@blm.gov; Bratcher, Mike, EMNRD; cbrunson@bbcinternational.com; jgilkey@bbcinternational.com; kathy@bbcinternational.com; kswinney@bbcinternational.com
Subject: STERLING SILVER 3 6 BATTERY

This is to inform you that Oxy Permian Primary had a leak on the STERLING SILVER 3 6 BATTERY on January 23, 2013. Oxy released 90 bbls of water, and 1 barrel of oil due to a RUBBER BUSHING FAILURE BETWEEN PUMP AND MOTOR CAUSING WATER TANK TO SPILL OVER. Still trying to find out if any was recovered. The well is located SECT 3 T24S R31E of Eddy County. Oxy will do some initial remediation, a C-141 to follow. BBC International will delineate at a later date. Driving directions: ON HWY 128 TO MILE MARKER 14 TURN RIGHT GO .5 MILE, TURN RIGHT GO .5 MILE AGAIN, TURN LEFT TO LOCATION . If you have any questions let me know.

Thank You
C.J. Summers
HES Advisor
Cell # 575-631-9436
Office # 575-397-8216
Chancey_Summers@oxy.com

"When the blind lead the blind, get out of the way!"