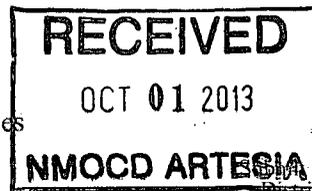


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

njm *W1327640141*

OPERATOR Initial Report Final Report

Name of Company	Oxy-Permian Ltd. <i>192463</i>	Contact	Christopher Jones
Address	1502 W. Commerce Dr., Carlsbad, NM	Telephone No.	(575) 628-4121
Facility Name	Stinking Draw #002	Facility Type	Well location
Surface Owner	BLM	Mineral Owner	
		API No.	30-015-27976

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	36	20S	23E	660	South	1980	West	Eddy County, NM

Latitude **N 32.51669°** Longitude **W 104.5581°**

NATURE OF RELEASE

Type of Release	Oil and Produced water	Volume of Release	1 bbls of oil and 15 bbls of water	Volume Recovered	0 bbls
Source of Release	1/2" Nipple broke off of the well head	Date and Hour of Occurrence	09/12/2013	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 and Jennifer VanCuren- BLM		
By Whom?	Christopher Jones	Date and Hour	09/13/2013 @ 3:42 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.*

A half inch nipple broke off of the well head causing 1 bbls of oil and 15 bbls of produced water to leak on to the ground. No fluids were recovered and the nipple was replaced on the well head.

Describe Area Affected and Cleanup Action Taken.*

The affected area is approximately 30' x 100'. Remediation will be completed in accordance with a plan approved by NMOCD and the BLM.

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:	Christopher Jones	Approved by District Supervisor:	Signed By <i>Mike Bratcher</i>
Title:	HES Specialist	Approval Date:	OCT 03 2013
E-mail Address:	Christopher.Jones@oxy.com	Expiration Date:	
Date:	<i>9/30/13</i>	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	(575) 628-4121	Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

NOV 3, 2013

2RP-1966

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Tuesday, October 01, 2013 2:44 PM
To: Bratcher, Mike, EMNRD; jamos@blm.gov; jvancure@blm.gov
Cc: christopher_jones@oxy.com; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Initial C-141, Stinking Draw #002
Attachments: Initial C-141, Stinking Draw #002.pdf

Attached is the initial C-141 for a leak that occurred at the Stinking Draw #002 on 09/12/2013 in Eddy County, NM. Receipt notification 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

Bratcher, Mike, EMNRD

From: Christopher_Jones@oxy.com
Sent: Friday, September 13, 2013 3:42 PM
To: Bratcher, Mike, EMNRD; jamos@blm.gov; jvancure@blm.gov

This is to inform you that Oxy had a leak. BBC will be doing some initial sampling and will present a plan at a later date a c141 will follow.

.5 INCH NIPPLE BROKE OFF OF WELLHEAD

LEAK IS AT WELLHEAD

ESTIMATED DAILY PRODUCTION LOSS IS 1 BBL OIL 15 BBLS WATER 15 MCF NORMAL OPERATING PRESSURE IS 23 PSI
VOLUME OF LEAK IS .25 BBL OIL 15 BBLS WATER SURFACE AREA IS 30 X 100 FT DID LEAK LEAVE LOCATION: YES DOWN
DRAW APPROX 100 FT REGULATORY LEASE #API 3001527976<tel:3001527976> EDDY COUNTY NEW MEXICO SEC 36
T20.5S R23E FROM CARLSBAD NM GO 12 MILES NORTH ON HWY 285 TO CR137 TURN LEFT TO MARATHON RD TURN
RIGHT GO 5 MILES TO GRAY OAK RD GO 2 MILES TO NIBU FACILITY<x-apple-data-detectors://7> SIGN TURN RIGHT GO
1.5 MILES TAKE THE SECOND RIGHT, PASS THE MOC BATTERY TAKE LEFT TO FIST LOCATION ON RIGHT 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

Bratcher, Mike, EMNRD

From: Van Curen, Jennifer <jvancure@blm.gov>
Sent: Saturday, September 14, 2013 9:09 AM
To: Christopher_Jones@oxy.com
Cc: Bratcher, Mike, EMNRD; Jim Amos
Subject: Re:

Thanks

JENNIFER E VAN CUREN
ENVIRONMENTAL PROTECTION SPECIALIST
DOI-BLM-CARLSBAD FIELD OFFICE
320 E GREENE ST. CARLSBAD, NM 88220
OFFICE- 575-234-5905
CELL - 575-361-0042
FAX - 575-234-5927

On Fri, Sep 13, 2013 at 3:41 PM, <Christopher_Jones@oxy.com> wrote:

This is to inform you that Oxy had a leak. BBC will be doing some initial sampling and will present a plan at a later date a c141 will follow.

.5 INCH NIPPLE BROKE OFF OF WELLHEAD

LEAK IS AT WELLHEAD

ESTIMATED DAILY PRODUCTION LOSS IS 1 BBL OIL 15 BBLS WATER 15 MCF

NORMAL OPERATING PRESSURE IS 23 PSI

VOLUME OF LEAK IS .25 BBL OIL 15 BBLS WATER

SURFACE AREA IS 30 X 100 FT

DID LEAK LEAVE LOCATION: YES DOWN DRAW APPROX 100 FT

REGULATORY LEASE #API 3001527976<<tel:3001527976>>

EDDY COUNTY NEW MEXICO

SEC 36 T20.5S R23E

FROM CARLSBAD NM GO 12 MILES NORTH ON HWY 285 TO CR137 TURN LEFT TO MARATHON RD TURN RIGHT GO 5 MILES TO GRAY OAK RD GO 2 MILES TO NIBU FACILITY<x-apple-data-detectors://7> SIGN TURN RIGHT GO 1.5 MILES TAKE THE SECOND RIGHT, PASS THE MOC BATTERY TAKE LEFT TO FIST LOCATION ON RIGHT

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