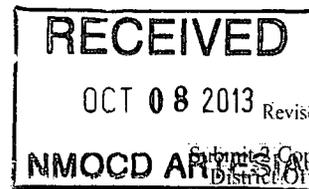


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 3 Copies to appropriate District Office in accordance with Rule 16 on back side of form

**Release Notification and Corrective Action**

*NTM* 1328235186

**OPERATOR**  Initial Report  Final Report

|                 |                                    |               |                   |
|-----------------|------------------------------------|---------------|-------------------|
| Name of Company | Oxy Permian Ltd. <i>16696</i>      | Contact       | Christopher Jones |
| Address         | 1502 W. Commerce Dr., Carlsbad, NM | Telephone No. | (575) 628-4121    |
| Facility Name   | Two Marks 36 State #4              | Facility Type | Well location     |

|               |       |               |  |         |              |
|---------------|-------|---------------|--|---------|--------------|
| Surface Owner | State | Mineral Owner |  | API No. | 30-015-34833 |
|---------------|-------|---------------|--|---------|--------------|

**LOCATION OF RELEASE**

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County          |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|-----------------|
| O           | 36      | 21S      | 24E   | 670           | South            | 1905          | East           | Eddy County, NM |

Latitude N 32.43007° Longitude W 104.4490°

**NATURE OF RELEASE**

|                             |   |   |                      |                            |        |
|-----------------------------|---|---|----------------------|----------------------------|--------|
| Type of Release             | Produced water  | Volume of Release                         | 90 bbls              | Volume Recovered           | 0 bbls |
| Source of Release           | 4" steel disposal line  | Date and Hour of Occurrence               | 09/26/2013           | 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  |                            |        |
| By Whom?                    | Christopher Jones   | Date and Hour                             | 09/30/2013 @ 9:07 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 leak in a 4" steel disposal line caused 90 bbls of produced water to leak onto the ground. No fluids were recovered and the line was repaired/replaced.

Describe Area Affected and Cleanup Action Taken.\*  
The area affected is approximately 350' x 30'. Remediation will be completed in accordance with an approved plan from NMOCD.

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:      | <i>[Signature]</i>        | <b>OIL CONSERVATION DIVISION</b>   |                                   |
| Printed Name:   | Christopher Jones         | Approved by District Supervisor:   | Signed By <i>[Signature]</i>      |
| Title:          | HES Specialist            | Approval Date:   | <b>OCT 09 2013</b>                |
| E-mail Address: | Christopher_Jones@oxy.com | Expiration Date:   |                                   |
| Date:           | <i>10-8-13</i>            | Conditions of Approval:  | Attached <input type="checkbox"/> |
| Phone:          | (575) 628-4121            | Remediation per OCD Rule & Guidelines. <b>SUBMIT REMEDIATION PROPOSAL NO LATER THAN:</b> |                                   |

*NOVEMBER 9, 2013* *ZRP-1981*

\* Attach Additional Sheets If Necessary

## **Bratcher, Mike, EMNRD**

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**From:** Kathy Purvis <kathy@bbcinternational.com>  
**Sent:** Tuesday, October 08, 2013 9:53 AM  
**To:** Bratcher, Mike, EMNRD  
**Cc:** christopher\_jones@oxy.com; cbrunson@bbcinternational.com;  
kswinney@bbcinternational.com; jgilkey@bbcinternational.com  
**Subject:** Initial C-141, Two Marks 36 State #4  
**Attachments:** Initial C-141, Two Marks 36-4.pdf

Attached is the initial C-141 for a leak that occurred at the Two Marks 36 State #4 on 09/26/2013 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](mailto:kathy@bbcinternational.com)

## Bratcher, Mike, EMNRD

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**From:** Christopher\_Jones@oxy.com  
**Sent:** Monday, September 30, 2013 9:07 AM  
**To:** Bratcher, Mike, EMNRD; jamos@blm.gov; jvancure@blm.gov  
**Cc:** cbrunson@bbcinternational.com; kswinney@bbcinternational.com;  
kathy@bbcinternational.com  
**Subject:** Two State

**Follow Up Flag:** Follow up  
**Flag Status:** Completed

*Two Marks 36 St # 4*

This is to inform you that Oxy had a leak at the ~~Two States lease~~. Oxy released 90 bbls of produced water and none was recovered. BBC will be doing some initial sampling and should have a plan to be approved at a later date, a C141 will also follow.

### 4 INCH STEEL DISPOSAL LINE

LEAK IS 30 FT WEST OF WATER TANK AT TWO STATE 36 SWD BATTERY ESTIMATED DAILY INJECTION LOSS IS N/A  
NORMAL OPERATING PRESSURE IS 1000 PSI VOLUME OF LEAK IS 90 BBLS WATER SURFACE AREA IS 350 X 30 FT NO H2S  
NON SENSITIVE AREA NO PUBLIC EXPOSURE NO LANDMARK LEAK IS BELOW GROUND FURTHER REMEDIATION IS  
NECESSARY DID LEAK LEAVE LOCATION YES EDDY COUNTY NM SEC 36 T21S R24E 670 FSL 1905 FEL FROM CARLSBAD NM  
TAKE HWY 285 NORTH GO TO MILE MARKER 44 AT WATER HOLE RD GO LEFT 1 MILE TO BIG WALT BATTERY SIGN THEN  
GO 5 MILES TO NEXT BIG WALT BATTERY SIGN THEN PAST THE BIG WALT BATTERY TURN RIGHT AND CONTINUE TO  
LOCATION

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**

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**From:** Christopher\_Jones@oxy.com  
**Sent:** Monday, September 30, 2013 9:37 AM  
**To:** jamos@blm.gov; jvancure@blm.gov; Bratcher, Mike, EMNRD  
**Subject:** Correction

The well is the Two Marks 36 State 4

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