

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

NOV 14 2014

Form C-141
Revised August 8, 2011

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

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

RECEIVED

Release Notification and Corrective Action

NAB14323210800 OPERATOR Initial Report Final Report

Name of Company	Oxy Permian Ltd. <u>110696</u>	Contact	Chancey Summers
Address	1017 W. Stanolind Rd, Hobbs, NM 88240	Telephone No.	(575) 397-8216
Facility Name	Lost Tank 3 Federal #21	Facility Type	well
Surface Owner	Mineral Owner	API No.	30-015-37920

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	3	22S	31E					Eddy County, NM

Latitude N 32.42078° Longitude W 103.77330°

NATURE OF RELEASE

Type of Release	Oil and produced water	Volume of Release	5 bbls oil, 5 bbls produced water	Volume Recovered	0 bbls
Source of Release	Excess pressure caused the stuffing box packing on the wellhead to blow out	Date and Hour of Occurrence	11/04/2014	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- NMOCD, Sol Hughes- BLM		
By Whom?	Kathy Purvis, BBC International	Date and Hour	11/05/2014 @ 3:29 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.*

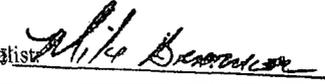
Describe Cause of Problem and Remedial Action Taken.*

Excess pressure caused the stuffing box packing on the wellhead to blow out 5 bbls of oil and 5 bbls of produced water onto the ground. No fluids were recovered and the stuffing box packing was replaced.

Describe Area Affected and Cleanup Action Taken.*

The affected area is approximately 30' x 60' on location. Remediation will be completed in accordance with a remediation 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: Chancey Summers	Approved by Environmental Specialist: 	
Title: HES Advisor	Approval Date: <u>11/18/14</u>	Expiration Date: <u>N/A</u>
E-mail Address: <u>Chancey.Summers@oxy.com</u>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <u>11-13-14</u> Phone: (575) 397-8216	Remediation per O.C.D. Rules & Guidelines	

SUBMIT REMEDIATION PROPOSAL NO
LATER THAN: 12/18/14

* Attach Additional Sheets If Necessary

2BR-2604

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Friday, November 14, 2014 11:43 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; shughes@blm.gov
Cc: C J Summers; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Initial C-141, Lost Tank 3 Federal #21
Attachments: Initial C-141, Lost Tank 3 Federal #21.pdf

Attached is the initial C-141 for a leak that occurred at the Lost Tank 3 Federal #21 on 11/04/2014 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: Kathy Purvis <kathy@bbcinternational.com>
Sent: Wednesday, November 05, 2014 3:29 PM
To: Bratcher, Mike, EMNRD; shughes@blm.gov
Cc: C J Summers; Susan Miller; cbrunson@bbcinternational.com;
kswinney@bbcinternational.com; jgilkey@bbcinternational.com; Kathy Purvis
Subject: Lost Tank 3 Federal #21

This is to inform you that Oxy Permian Primary NM South had a leak at the Lost Tank 3 Federal #21 Battery on November 4, 2014. Oxy spilled 5 bbls of oil and 5 bbls of produced water due to excess pressure causing the stuffing box packing to blow out on the well head. The preliminary report shows the leak measuring approximately 30' x 60' with the leak staying on location. No fluids were recovered. The release is located in U/L E, Section 3, T22S, R31E of Eddy County, NM. BBC International will remediate the location at a later date and an initial C-141 will follow. Driving directions are not available at this time. API#30-015-37920 GPS coordinates: N 32.42078° W 103.77330°

Kathy Purvis

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