

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

OPERATOR

Initial Report Final Report

Name of Company Occidental Permian Limited Partnership	Contact Steven M. Bishop
Address 1017 West Stanolind Road, Hobbs, N.M. 88240	Telephone No. (505) 397-8251
Facility Name South Hobbs Unit Satellite #1	Facility Type Production
Surface Owner Mr. Dee A. Cochran	Mineral Owner
Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
'K'	5	19-S	38-E					LEA

Latitude 32°41'10.03" Longitude 103°10'22.17"

NATURE OF RELEASE

Type of Release Produced water only	Volume of Release 15 bbls water	Volume Recovered 10 bbls water
Source of Release Broken Sight Glass on Test Vessel	Date and Hour of Occurrence 02/28/2007 12:00 PM	Date and Hour of Discovery 02/28/2007 12:00 PM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

If a Watercourse was Impacted, Describe Fully.*

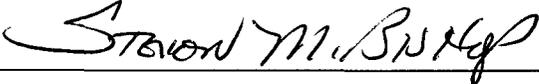
Describe Cause of Problem and Remedial Action Taken.*

Operators discovered a broken sight glass on the test vessel at South Hobbs Unit Satellite #1. There was no production switched to this vessel at the time but pressure had allowed water to exit the vessel from the broken sight glass. Valves were closed behind the sight glass to isolate the leak. All fluid possible was picked up via vacuum truck. 10 bbls of water was recovered.

Describe Area Affected and Cleanup Action Taken.*

Spilled fluid ran approximately 50' across the caliche pad of Satellite #1, then into an area of approximately 20' X 60' of grassy pasture belonging to land owner. All fluid possible was recovered via vacuum truck. Land owner was contacted regarding the spill. Area will be remediated to NMOCD spill guidelines.

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: Steven M. Bishop	Approved by District Supervisor: 	
Title: HES Technician	Approval Date: 3.15.07	Expiration Date:
E-mail Address: Steven_Bishop@oxy.com	Conditions of Approval:	
Date: 02/28/2007 Phone: (505) 397-8251	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Facility #PAC 0707523384
Incident - nPAC 0707523490

application - pPAC 0707 523592

RPT# 1238



Occidental Permian Limited Partnership

February 28, 2007

New Mexico Oil Conservation Division
District I
1625 N. French Drive
Hobbs, New Mexico 88240

Attn: Environmental Engineering

RE: Remediation Plan
South Hobbs Unit Satellite #1 Test Vessel
UL 'K', Sec. 5, T-19-S, R-38-E



Leak occurred on 02/28/2007, and was discovered at 12:00 PM. A sight glass on the test vessel at South Hobbs Unit Satellite #1 broke causing spill. Valves were closed behind the sight glass to isolate leak. There was no wells switched to this vessel at time of incident. The area affected by this spill is an area measuring approximately 20' wide and 100' long, total, to the south and east of South Hobbs Unit Satellite #1. An area of approximately 20' X 60' was affected, in grassy pasture, that belongs to the land owner. An estimated 15 barrels of produced water was spilled. Approximately 10 bbls of water was recovered via vacuum truck. Mr. Dee A. Cochran is the surface owner and utilizes the area for grazing. Depth to ground water according to State Engineers Office is an average of 35', for all wells in the area, giving this spill site a ranking of 20. Remediation of the spill site will be as follows:

1. Affected area will be excavated and soil will be disposed of at Sundance Services, Parabo Faciltiy near Eunice, NM.
2. Soil samples will be gathered from affected area.
3. NMOCD guidelines will be used to insure entire site is in compliance with guidelines.
4. Any soils removed will be replaced with clean fresh soils, where needed.
5. Soil analysis data will be submitted with final closure letter.

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If you have any questions, or if I can be of further assistance, please contact me at (505) 397-8251.

A handwritten signature in cursive script that reads "STEVEN M. BISHOP". The signature is written in black ink on a white background.

Steven M. Bishop
HES Tech/WSAH RMT
Steven_Bishop@oxy.com
(505) 397-8251

Attachments: Initial C-141
Hand drawn map of spill area
South Hobbs Unit Water Analysis taken at South Hobbs Unit Central T/B

SPILL MAP

PLEASE DRAW SKETCH OF SPILL AND INDICATE WHERE SPILL ORIGINATED.

02/28/07 Ø80 X 15 BW REC Ø80 X 10 BW
SHU SAT#1 BROKEN SITE GLASS ON TEST SEPARATOR
UL'K' Sec 5, T-19S, R-38E
N 32°41'10.03" W 103°10'22.17"

