

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

**RECEIVED** State of New Mexico  
Energy Minerals and Natural Resources  
MAR 27 2009 Oil Conservation Division  
**HOBSOCD** 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. (575) 397-8251
Facility Name South Hobbs Unit Satellite #2	Facility Type Production

Surface Owner Occidental Permian Limited Partnership	Mineral Owner Occidental Permian Limited Partnership	Lease No. <b>IRP-Unknown</b> <b>SHU #137 API # 30-025-28340</b>
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**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
'B'	9	19-S	38-E					LEA

Latitude North 32°40'49.90" Longitude West 103°09'07.40"

**NATURE OF RELEASE**

Type of Release Produced oil and water	Volume of Release Estimated 10 BO and 20 BW	Volume Recovered <del>0</del> <b>5 BO 15 BW</b>
Source of Release 4" fiberglass and 3" steel production flow line	Date and Hour of Occurrence 01/28/2009 07:00 AM	Date and Hour of Discovery 01/28/2009 07:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson	
By Whom? Steven M. Bishop	Date and Hour 01/28/2009 08:23 AM	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

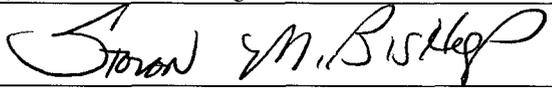
If a Watercourse was Impacted, Describe Fully.\* N/A

*WATER @ 20' - 40'*

Describe Cause of Problem and Remedial Action Taken.\* A 3" X 4" transition nipple between 4" fiberglass and 3" steel production flow line serving South Hobbs Unit well #137 corroded causing spill. Isolated the line by shutting valves at both ends. Picked up all free standing fluid via vacuum truck

Describe Area Affected and Cleanup Action Taken.\* Area affected is approximately 20' X 60' to the north of leak site in the pasture, and 10' X 150' north down a caliche lease road. An estimated 10 bbls of crude oil and 20 bbls of produced water was spilled. 5 bo and 15 bw was recovered. Piping was excavated and repaired, samples were taken in affected area to insure area is in compliance with NMOCD guidelines for spills.

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Steven M. Bishop	Approved by <sup>env. eng.</sup> District Supervisor: 	
Title: HES Specialist	Approval Date: 04/08/09	Expiration Date: -
E-mail Address: Steven_Bishop@oxy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 03/25/2009 Phone: (575) 397-8251		<b>IRP-09-4-2150</b>

\* Attach Additional Sheets If Necessary

FGRL0909838700



## Occidental Permian Limited Partnership

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March 25, 2009

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

RECEIVED  
MAR 27 2009  
HOBBSOCO

Attn: Environmental Engineering

RE: Final Closure Letter  
South Hobbs Unit Producing Well #137 Flow line  
East of South Hobbs Unit Satellite #2  
UL 'B', Sec. 9, T-19-S, R-38-E  
API No. 30-025-28340  
1RP-Unknown

Leak occurred on 01/28/2009, at approximately 07:00 AM. A 4" X 3" transition nipple between the 4" fiberglass and 3" steel production flow line serving South Hobbs Unit producing well #137 corroded causing spill. Valves on both ends of the line were shut to isolate leak. The line operates at approximately 35 pounds. The area affected by this spill is an area measuring approximately 20' X 60' to the north of the leak site in the pasture, and 10' X 150' area that ran to the north down a caliche lease road. An estimated 10 barrels of produced oil and 20 barrels of produced water was spilled. Approximately 5 barrels of oil and 15 barrels of water were recovered via vacuum trucks. Occidental Permian Limited Partnership is the surface owner and utilizes the area for oil and gas production exclusively. Depth to ground water according to State Engineers Office is an average of 53', for all wells in the area, giving this spill site a ranking of 20. Remediation of the spill site was as follows:

1. Piping was excavated and repaired.
2. Affected area will be excavated and affected soil will be disposed of at Sundance Services, Parabo facility near Eunice, NM. Approximately 204 cubic yards of soil was disposed of.
3. Soil samples were gathered from affected area.
3. NMOCD guidelines will be used to insure entire site is in compliance with guidelines.
4. Soils removed will be replaced with clean fresh soils, where needed.
5. Soil analysis data is being submitted with this final closure letter. Please see attached documentation.

March 25, 2009

Page 2

If you have any questions, or if I can be of further assistance, please contact me at (575) 397-8251.

A handwritten signature in black ink that reads "Steven M. Bishop". The signature is written in a cursive style with a large, sweeping initial "S".

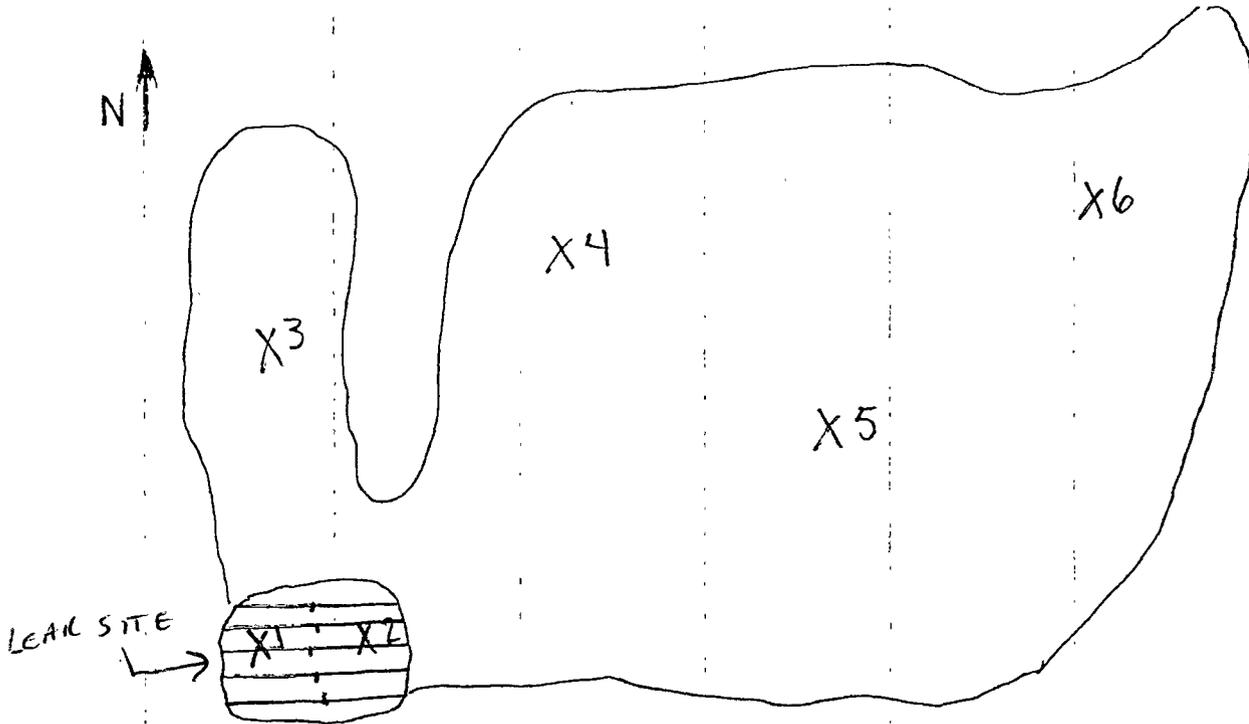
Steven M. Bishop  
HES Specialist/Central Operating Area  
Steven\_Bishop@oxy.com  
(575) 397-8251

Attachments: Final C-141  
Hand drawn map showing sample points  
Cardinal Laboratories soil analysis data dated 03/24/2009 (4 pages)

SHU # 137

Oxy.

3/18/09



SAMPLE POINTS

	TIME
SP. 1	1:15
SP. 2	1:20
SP. 3	1:28
SP. 4	1:35
SP. 5	1:46
SP. 6	1:55





PHONE (575) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR  
 BBC INTERNATIONAL, INC.  
 ATTN: CLIFF BRUNSON  
 P.O. BOX 805  
 HOBBS, NM 88241  
 FAX TO: (575) 397-0397

Receiving Date: 03/18/09  
 Reporting Date: 03/20/09  
 Project Owner: OXY  
 Project Name: SHU #137  
 Project Location: SOUTH HOBBS

Sampling Date: 03/18/09  
 Sample Type: SOIL  
 Sample Condition: COOL & INTACT  
 Sample Received By: ML  
 Analyzed By: ZL

LAB NUMBER	SAMPLE ID	BENZENE (mg/kg)	TOLUENE (mg/kg)	ETHYL BENZENE (mg/kg)	TOTAL XYLENES (mg/kg)
ANALYSIS DATE		03/19/09	03/19/09	03/19/09	03/19/09
H17080-1	SP 1	<0.050	<0.050	<0.050	<0.300
H17080-2	SP 2	<0.050	<0.050	<0.050	<0.300
H17080-3	SP 3	<0.050	<0.050	<0.050	<0.300
H17080-4	SP 4	<0.050	<0.050	<0.050	<0.300
H17080-5	SP 5	<0.050	<0.050	<0.050	<0.300
H17080-6	SP 6	<0.050	<0.050	<0.050	<0.300
Quality Control		0.050	0.051	0.050	0.150
True Value QC		0.050	0.050	0.050	0.150
% Recovery		100	102	100	100
Relative Percent Difference		3.0	1.8	1.9	2.0

METHOD: EPA SW-846 8021B

TEXAS NELAP ACCREDITATION T104704398-08-TX FOR BENZENE, TOLUENE, ETHYL BENZENE, AND TOTAL XYLENES.

*Cliff Brunson*  
 Chemist

*03/24/09*  
 Date

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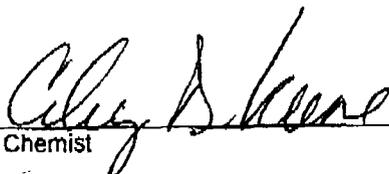
ANALYTICAL RESULTS FOR  
 BBC INTERNATIONAL, INC.  
 ATTN: CLIFF BRUNSON  
 P.O. BOX 805  
 HOBBS, NM 88241  
 FAX TO (575) 397-0397

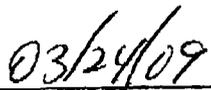
Receiving Date: 03/18/09  
 Reporting Date: 03/23/09  
 Project Owner: OXY  
 Project Name: SHU #137  
 Project Location: SOUTH HOBBS

Sampling Date: 03/18/09  
 Sample Type: SOIL  
 Sample Condition: COOL & INTACT  
 Sample Received By: ML  
 Analyzed By: AB

LAB NUMBER SAMPLE ID	GRO	DRO
	(C <sub>6</sub> -C <sub>10</sub> ) (mg/kg)	(>C <sub>10</sub> -C <sub>28</sub> ) (mg/kg)
ANALYSIS DATE	03/20/09	03/20/09
H17080-1 SP. 1	<10.0	26.0
H17080-2 SP. 2	<10.0	24.4
H17080-3 SP. 3	<10.0	154
H17080-4 SP. 4	<10.0	146
H17080-5 SP. 5	<10.0	156
H17080-6 SP. 6	<10.0	212
Quality Control	494	556
True Value QC	500	500
% Recovery	98.8	111
Relative Percent Difference	0.6	5.6

METHODS: TPH GRO &amp; DRO: EPA SW-846 8015 M

  
 Chemist

  
 Date

H17080 T BBC

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**CARDINAL LABORATORIES**  
 101 East Marland, Hobbs, NM 88240  
 (505) 393-2326 FAX (505) 393-2476

**CHAIN-OF-CUSTODY AND ANALYSIS REQUEST**

Company Name: BBC International, inc.				BILL TO				ANALYSIS REQUEST																						
Project Manager: Cliff Brunson				P.O. #:																										
Address: P.O. Box 805				Company:																										
City: Hobbs		State: NM		Zip: 88241		Attn: SAME																								
Phone #: 575-397-6388		Fax #: 575-397-0397		Address:																										
Project #:		Project Owner: Oxy		City:																										
Project Name: SHU-#137				State:																										
Project Location: South Hobbs				Zip:																										
Sampler Name: Roger Hernandez				Phone #:																										
				Fax #:																										
FOR LAB USE ONLY																														
Lab I.D.		Sample I.D.		# CONTAINERS	GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER	DATE		TIME														
H1700-1		SP. 1		1			✓				✓			3/19/09		1:15		✓	✓	✓										
-2		SP. 2		1			✓				✓			3/19/09		1:20		✓	✓	✓										
-3		SP. 3		1			✓				✓			3/19/09		1:28		✓	✓	✓										
-4		SP. 4		1			✓				✓			3/19/09		1:35		✓	✓	✓										
-5		SP. 5		1			✓				✓			3/19/09		1:46		✓	✓	✓										
-6		SP. 6		1			✓				✓			3/19/09		1:55		✓	✓	✓										

CHLORIDE  
 TPH 8015 M  
 BTEX

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Relinquished By: <i>Roger Hernandez</i>	Date: 3/19/09	Received By: <i>Shirley LeBart</i>	Phone Result: <input type="checkbox"/> Yes <input type="checkbox"/> No	Add'l Phone #:
	Time: 3:46		Fax Result: <input type="checkbox"/> Yes <input type="checkbox"/> No	Add'l Fax #:
Relinquished By:	Date:	Received By:	REMARKS:	
	Time:			
Delivered By: (Circle One)	Sample Condition	CHECKED BY:		
Sampler - UPS - Bus - Other:	Cool - Intact	(Initials)		
	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<i>MSB</i>		

† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476