

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

RECEIVED

Form C-141
Revised October 10, 2003

MAY 20 2009
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form
HOBBSOCD

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | |
|---|-----------------------------|
| Name of Company Oxy USA WTP | Contact Dusty Wilson |
| Address 1017 W. Stanolind Road, Hobbs, NM 88240 | Telephone No. 575-441-7189 |
| Facility Name MLMU #78 | Facility Type Oil Well Site |
| Surface Owner Jimmy Doom | Mineral Owner Oxy |
| Lease No. 30-025-10916 | |

LOCATION OF RELEASE

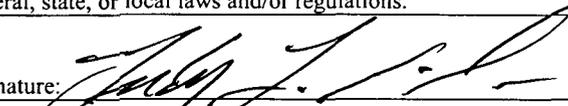
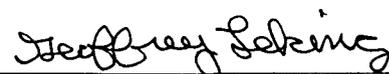
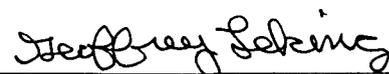
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| H | 32 | 23S | 37E | | SE1/4 NE1/4 | | | Lea |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release Crude oil and Produced water | Volume of Release 4 bo 2 bw | Volume Recovered 8 bo 2 bw |
| Source of Release 3" poly line froze and ruptured | Date and Hour of Occurrence 1/1/2009 | Date and Hour of Discovery 1/1/09 @ 10:00 am |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour | |
| 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 | | |
| Describe Cause of Problem and Remedial Action Taken.* 3" poly line ruptured due to freezing temperature. Site will be remediated to NMOCD guidelines. | | |
| Describe Area Affected and Cleanup Action Taken.* Excavated impacted soil and disposed of soil at NMOCD approved disposal facility according to the remediation plan approved by Geoff Leking and Larry Johnson of the 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:  | OIL CONSERVATION DIVISION | |
| Printed Name: Dusty Wilson | Approved by  District Supervisor:  | |
| Title: HES Specialist | Approval Date: 6/20/09 | Expiration Date: — |
| E-mail Address: dusty_wilson@oxy.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 4/21/09 Phone: 575-397-8210 | | IRP-2045 |

* Attach Additional Sheets If Necessary