

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

Form C-141
Revised April 3, 2017

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

Release Notification and Corrective Action

NAB1703330360

OPERATOR

Initial Report Final Report

| | | | |
|-----------------|--------------------------------|---------------|---------------|
| Name of Company | OXY USA INC | Contact | WADE DITTRICH |
| Address | PO BOX 4294; HOUSTON, TX 77210 | Telephone No. | 575-390-2828 |
| Facility Name | CYPRESS 33 FEDERAL #1H | Facility Type | BATTERY |

| | | | | | |
|---------------|-----|---------------|-----|---------|--------------|
| Surface Owner | BLM | Mineral Owner | BLM | API No. | 30-015-36321 |
|---------------|-----|---------------|-----|---------|--------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| P | 33 | 23S | 29E | | | | | EDDY |

Latitude N 32.25539 Longitude W 103.98216 NAD83

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|--|----------------------------|---------|
| Type of Release | PRODUCED WATER | Volume of Release | 60 bbls | Volume Recovered | 40 bbls |
| Source of Release | FAULTY GASKET ON WATER TRANSFER PUMP | Date and Hour of Occurrence | 01/20/2017 | Date and Hour of Discovery | |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | MIKE BRATCHER-NMOCD, CRYSTAL WEAVER-NMOCD, SHELLY TUCKER-BLM | | |
| By Whom? | KATHY PURVIS @ BBC International Inc | Date and Hour | 01/24/2017 @ 3:37 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.*

A faulty gasket on the water transfer pump caused a leak of 60 bbls of produced water. A vacuum truck recovered 40 bbls of produced water and the gasket was replaced.

Describe Area Affected and Cleanup Action Taken.*

The affected area is approximately 300' x 50' on location. Remediation was completed in accordance with a remediation plan approved by both NMOCD (9-20-17) and the BLM (9-20-17).

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: WADE DITTRICH | Approved by Environmental Specialist: <i>Maria Pruett</i> | | |
| Title: ENVIRONMENTAL SPECIALIST | Approval Date: 07/13/18 | Expiration Date: N/A | |
| E-mail Address: WADE.DITTRICH@OXY.COM | Conditions of Approval: Like approval BLM | | Attached <input type="checkbox"/> |
| Date: <u>2-9-18</u> Phone: 575-390-2828 | | | |

* Attach Additional Sheets If Necessary

FINAL

2RP-4097