

NM OIL CONSERVATION
ARTESIA DISTRICT

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

JUL 14 2015 Form C-141
Revised August 8, 2011

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

Release Notification and Corrective Action

NAB 1519833437

OPERATOR

Initial Report Final Report

| | | | |
|-----------------|----------------------------------|---------------|-----------------|
| Name of Company | Oxy Permian Ltd. <i>1101910</i> | Contact | Chancey Summers |
| Address | 6 Desta Drive, Midland, TX 79705 | Telephone No. | (432) 685-5824 |
| Facility Name | Shugart 6 Fed Com #1 Battery | Facility Type | Battery |
| Surface Owner | BLM | Mineral Owner | |
| | | API No. | 30-15-31313 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|-----------------|
| D | 15 | 24S | 29E | | | | | Eddy County, NM |

Latitude N 32.77870° Longitude W 103.90352°

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|--|----------------------|----------------------------|--------|
| Type of Release | Oil | Volume of Release | 8 bbls | Volume Recovered | 0 bbls |
| Source of Release | Corrosion caused a hole in the north oil tank | Date and Hour of Occurrence | 06/08/2015 | 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, Heather Patterson- NMOCD; James Amos- BLM | | | |
| By Whom? | Kathy Purvis, BBC International | Date and Hour | 06/10/2015 @ 9:33 am | | |
| 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.*
Corrosion caused a hole in the north oil tank which leaked 8 bbls of oil onto the ground. No fluids were recovered and the tank was repaired or replaced.

Describe Area Affected and Cleanup Action Taken.*
The affected area is approximately 125' x 75' with the leak both on and off location on the west side. 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 | Signed By <i>Mike Bratcher</i> Approved by Environmental Specialist: | |
| Title: HES Lead | Approval Date: 7/17/15 | Expiration Date: N/A |
| E-mail Address: Chancey_Summers@oxy.com | Conditions of Approval: Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/> | |
| Date: 7-13-15 Phone: (432) 685-5824 | SUBMIT REMEDIATION PROPOSAL NO | |

* Attach Additional Sheets If Necessary

LATER THAN: 012015

2RP-3123