

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

NM OIL CONSERVATION
ARTESIA DISTRICT

Form C-141
Revised August 8, 2011

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

AUG 11 2016

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

RECEIVED

Release Notification and Corrective Action

NAB1622538922

Name of Company <i>Oxy Permian Ltd.</i>		Contact <i>Casey Summers</i>	
Address <i>6 Desta Drive, Midland, TX 79705</i>		Telephone No. <i>(575) 513-8289</i>	
Facility Name <i>Sundance 9 Federal #3 CTB</i>		Facility Type <i>Battery</i>	
Surface Owner <i>BLM</i>	Mineral Owner	API No. <i>30-015-27232</i>	

OPERATOR Initial Report Final Report

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	9	24S	31E					Eddy

Latitude N 32.23692° Longitude W 103.78886°

NATURE OF RELEASE

Type of Release <i>Produced water</i>	Volume of Release <i>238 bbls</i>	Volume Recovered <i>120 bbls</i>
Source of Release <i>Corrosion of a nipple on the water transfer line</i>	Date and Hour of Occurrence <i>08/03/2016</i>	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? <i>Mike Bratcher, Heather Patterson- NMOCD; Shelly Tucker- BLM</i>	
By Whom? <i>Kathy Purvis @ BBC International Inc.</i>	Date and Hour <i>08/03/2016 @ 12:37 pm</i>	
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.*

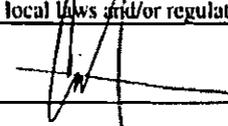
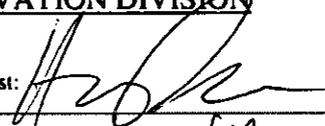
Describe Cause of Problem and Remedial Action Taken.*

Corrosion of a nipple on the water transfer line caused a 238 bbls leak of produced water. A vacuum truck recovered 120 bbls and the nipple was replaced.

Describe Area Affected and Cleanup Action Taken.*

The affected area is approximately 100' x 50' with most of the leak staying on location. Remediation will be completed in accordance with an approved remediation plan from 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: <i>Casey Summers</i>	Approved by Environmental Specialist: 	
Title: <i>NM Environmental Advisor</i>	Approval Date: <i>8/12/16</i>	Expiration Date: <i>N/A</i>
E-mail Address: <i>Casey_Summers@oxy.com</i>	Conditions of Approval: Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/> Attached <input type="checkbox"/>	
Date: <i>8-11-16</i> Phone: <i>(575) 513-8289</i>	SUBMIT REMEDIATION PROPOSAL NO	

* Attach Additional Sheets If Necessary

LATER THAN: 9/12/16 *2RP-3827*