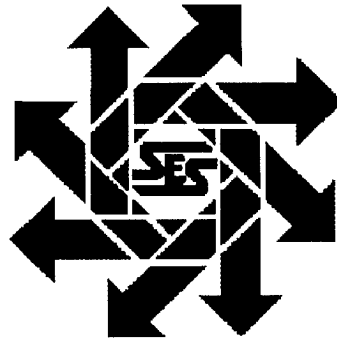


**Oxy USA WTP LP
Roaring Springs "13" Federal #4
Work Plan
Unit C, Section 13, Township 21S, Range 23E
Eddy County, New Mexico**

August 24, 2007



Prepared for:

**Oxy USA WTP LP
PO Box 1988
Carlsbad, New Mexico 88221**

By:

***Safety & Environmental Solutions, Inc.
703 E. Clinton Suite 102
Hobbs, New Mexico 88240
(505) 397-0510***

TABLE OF CONTENTS

| | |
|------------------------------------|---|
| I. COMPANY CONTACTS..... | 1 |
| II. BACKGROUND..... | 1 |
| III. SURFACE AND GROUND WATER..... | 1 |
| IV. SOILS..... | 1 |
| V. DELINEATION PLAN | 1 |
| VI. FIGURES & APPENDICES..... | 1 |
| Figure 1 – Vicinity Map..... | 2 |
| Appendix A – C-141 | 3 |
| Appendix B – Site Photos | 4 |

I. Company Contacts

| NAME | Company | Telephone | E-mail |
|------------------|----------------|------------------|------------------------|
| Rick Kerby | Oxy | 505-887-8337 | rick_kerby@oxy.com |
| Sergio Contreras | SESI | 505-397-0510 | scontreras@sesi-nm.com |

II. Background

Safety and Environmental Solutions, Inc. (SESI) was engaged by Oxy USA to perform cleanup services at the Roaring Springs "13" Federal #4. The subject site is a release, which occurred on July 4, 2007. This release was caused by two collars on the line that were rotted out and developed pin holes. Approximately 100 barrels of produced water was released, of which 20 barrels were recovered.

III. Surface and Ground Water

The closest groundwater of record was listed with the Office of the State Engineer. This well is located in Section 20, Township 21 South, Range 24 East. The depth of water in this well was 90' in November of 2003.

IV. Soils

The surface soils in the area are predominantly sand and sandy loam.

V. Delineation Plan

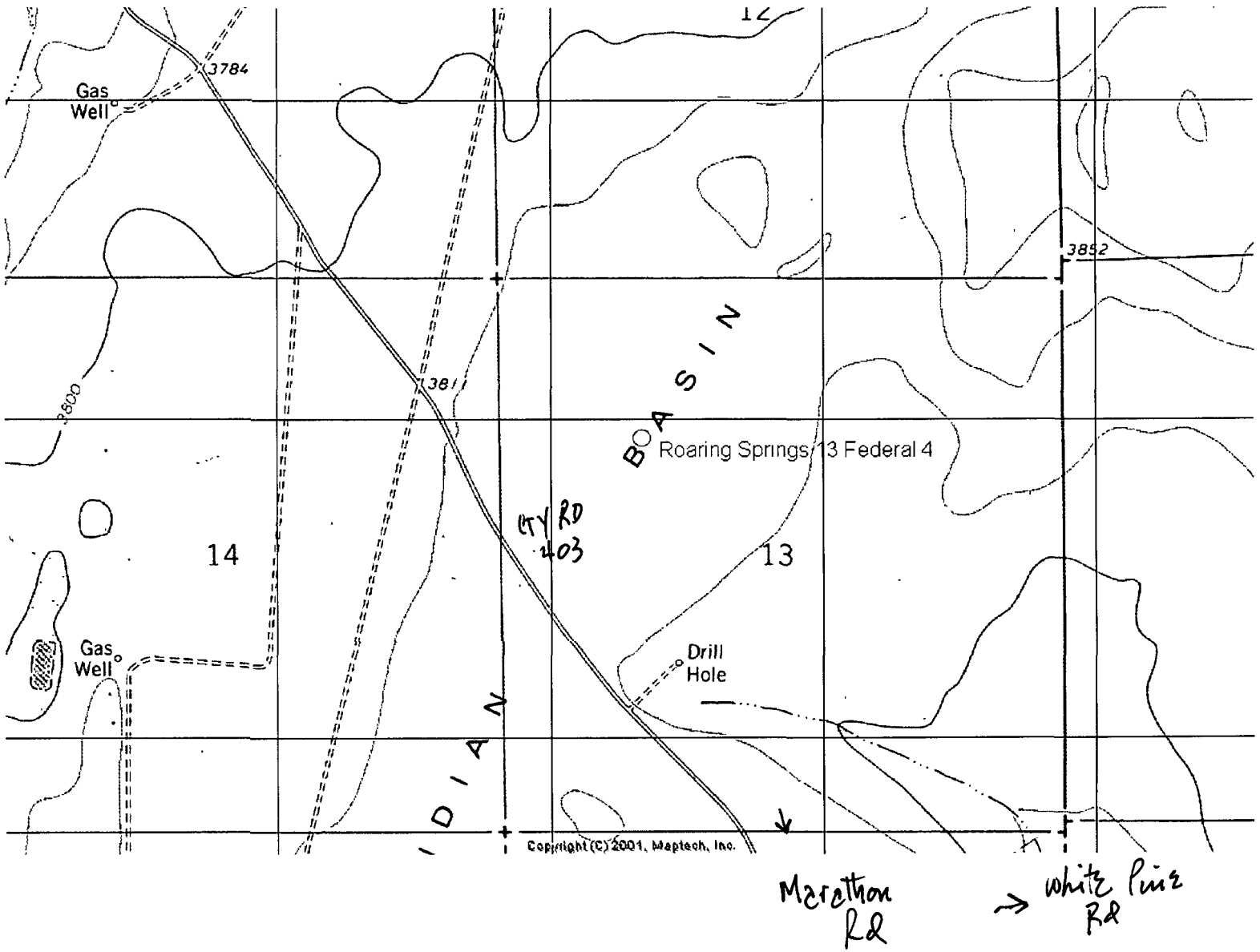
The affected area will be properly delineated utilizing a hand auger to determine vertical and horizontal extent of contamination. Field measurements for soil chlorides will be conducted by using Hach Quantabs. After proper characterization of the site an appropriate workplan will be submitted for closure.

VI. Figures & Appendices

Figure 1 – Vicinity Map
Appendix A – C-141
Appendix B – Site Photos

Figure 1

Vicinity Map



Appendix A

C-141

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

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 | OXY USA WTP LP | Contact | RICK KERBY, HES SPECIALIST |
| Address | 102 S. MAIN STREET / POB 1988 CARLSBAD, NM 88221 | Telephone No. | 505-887-8337 (O) 505-631-4972 (C) |
| Facility Name | ROARING SPRINGS 13 FEDERAL 4 | Facility Type | WELL |
| Surface Owner | BLM | Mineral Owner | |
| | | Lease No. | NM-76919 |

LOCATION OF RELEASE

| Unit Ltr | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|----------|---------|----------|---------|---------------|------------------|---------------|----------------|--------|
| C | 13 | 21 SOUTH | 23 EAST | 660' | NORTH | 1,980' | WEST | EDDY |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|---|----------------------------|-----------------------|
| Type of Release | WATER | Volume of Release | 100 BBLS | Volume Recovered | 20 BBLS |
| Source of Release | FLOW LINE | Date and Hour of Occurrence | 7/4/2007 @ 10:00 A.M. | Date and Hour of Discovery | 7/4/2007 @ 10:10 A.M. |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | PHONE MESSAGE LEFT WITH ARTESIA OFFICE OF NMOCD | | |
| By Whom? | VAN BARTON | Date and Hour | 7/4/2007 @ 10:30 A.M. | | |
| 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.*

FLOW LINE HAD TWO COLLARS THAT WERE ROTTED OUT AND DEVELOPED PIN HOLES, AND THE INLET TO GUN BARREL WAS FOUND TO BE SHUT TO THE FLOW LINE. OXY WILL DEVELOP A REMEDIATION PLAN AND PROVIDE COPIES OF REMEDIATION PLAN TO NMOCD AND BLM

Describe Area Affected and Cleanup Action Taken.*

OXY WILL DEVELOP A REMEDIATION PLAN AND NOTIFY THE BLM AND NMOCD OF SAME AS SOON AS IT BECOMES AVAILABLE.

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: <i>Rick Kerby</i> | <u>OIL CONSERVATION DIVISION</u> | | |
| Printed Name: RICK KERBY | Approved by District Supervisor: | | |
| Title: HES SPECIALIST | Approval Date: | Expiration Date: | |
| E-mail Address: rick_kerby@oxy.com | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date: 07/19/2007 Phone: 505-887-8337 (office) | | | |

* Attach Additional Sheets If Necessary