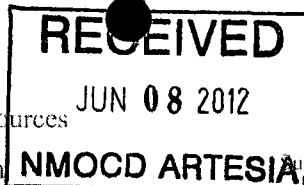


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NMLB 1216749260

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Oxy Permian Ltd.	192463	Contact	Christopher Jones
Address	1502 W. Commerce Dr. Carlsbad, NM		Telephone No	(575) 628-4121
Facility Name	Nagooltee Peak 5 Com #2		Facility Type	Production

Surface Owner	Mineral Owner	Lease No.	APR #
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LOCATION OF RELEASE 30-015-28074

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	5	22S	24E					Eddy County, NM

Latitude N 32.42393 Longitude W 104.5245

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	90 bbls	Volume Recovered	75 bbls
Source of Release	Flow line corrosion/flow line	Date and Hour of Occurrence	5/29/12	Date and Hour of Discovery	5/29/12
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher-OCD, Jennifer VanCuren-BLM		
By Whom?	Christopher Jones	Date and Hour	6/1/12 @ 7:24 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 in a flow line caused 90 bbls of produced water to spill onto the ground. 75 bbls of water were recovered via vacuum truck. Remediation will be performed according to OCD and BLM approved remediation plans.

Describe Area Affected and Cleanup Action Taken.*
The area affected is approximately 12' x 405'. Corrosion in a flow line caused 90 bbls of produced water to spill onto the ground. 75 bbls of water were recovered via vacuum truck. Remediation will be performed according to OCD and BLM approved remediation plans.

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:

Printed Name: Christopher Jones

Title: HES Specialist

E-mail Address: Christopher.Jones@oxy.com

Date: 6-7-12 Phone: (575) 628-4121

* Attach Additional Sheets If Necessary

OIL CONSERVATION DIVISION

Approved by District Supervisor:

Approval Date: JUN 13 2012

Expiration Date:

Conditions of Approval:

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 7/13/2012**

Attached ☐

2RP-1170

Bratcher, Mike, EMNRD

From: Kathy Purvis [kathy@bbcinternational.com]
Sent: Friday, June 08, 2012 9:56 AM
To: Bratcher, Mike, EMNRD; James Amos; Terry Gregston
Cc: cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com; christopher_jones@oxy.com
Subject: Initial C-141s for Nagooltee Peak 5 Com #2 and MH Fed Com #1 N SWD
Attachments: C-141, Initial, signed- Nagooltee Peak 5 Com 2.pdf; C-141 Initial, signed- MH Fed Com #1 N SWD.pdf

Importance: High

Please find attached the initial C-141s for Nagooltee Peak 5 Com #2 and MH Fed Com #1 N SWD located in Eddy County, NM. If you have any questions, contact myself or Cliff Brunson. Also, please reply with receipt notification upon receiving this email. Thank you.

Kathy Purvis

BBC International, Inc.
1324 W. Marland
Hobbs, NM 88240
Phone: (575) 397-6388
Fax: (575) 397-0397
Email: kathy@bbcinternational.com

Cliff P. Brunson, CEI, CRS
President
BBC International, Inc.
World-Wide Environmental Specialists
Mailing Address
P. O. Box 805
Hobbs, NM 88241-0805 USA
Shipping Address
1324 W. Marland St.
Hobbs, NM 88240 USA
Phone (575) 397-6388
Fax (575) 397-0397
E-Mail cbrunson@bbcinternational.com

Bratcher, Mike, EMNRD

From: Bratcher, Mike, EMNRD
Sent: Tuesday, June 12, 2012 7:53 AM
To: 'Kathy Purvis'; James Amos; Terry Gregston
Cc: cbrunson@bbcinternational.com; kswinney@bbcinternational.com;
jgilkey@bbcinternational.com; christopher_jones@oxy.com
Subject: RE: Initial C-141s for Nagooltee Peak 5 Com #2 and MH Fed Com #1 N SWD

Got it. Thank you,

Mike Bratcher
NMOCD District 2
811 S. First Street
Artesia, NM 88210
575-748-1283 Ext. 108
575-626-0857
mike.bratcher@state.nm.us

From: Kathy Purvis [<mailto:kathy@bbcinternational.com>]
Sent: Friday, June 08, 2012 9:56 AM
To: Bratcher, Mike, EMNRD; James Amos; Terry Gregston
Cc: cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com;
christopher_jones@oxy.com
Subject: Initial C-141s for Nagooltee Peak 5 Com #2 and MH Fed Com #1 N SWD
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Kathy Purvis
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Cliff P. Brunson, CEI, CRS
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Shipping Address
1324 W. Marland St
Hobbs, NM 88240 USA
Phone: (575) 397-6388
Fax (575) 397-0397
E-Mail: cbrunson@bbcinternational.com

Bratcher, Mike, EMNRD

From: mailer-daemon
Sent: Tuesday, June 12, 2012 7:53 AM
To: Bratcher, Mike, EMNRD
Subject: There was an error sending your mail
Attachments: mailheaders-158556290.txt

We had trouble delivering your message. Full details follow:

Subject: 'RE: Initial C-141s for Nagooltee Peak 5 Com #2 and MH Fed Com #1 N SWD'
Date: 'Tue, 12 Jun 2012 13:53:19 +0000'

2 error(s):

SMTP Server <mail4.blm.gov> rejected recipient <James.Amos@nm.blm.gov> (Error following RCPT command). It responded as follows: [550 Mailbox unavailable or access denied - <james.amos@nm.blm.gov>]

SMTP Server <mail4.blm.gov> rejected recipient <terry.gregston@nm.blm.gov> (Error following RCPT command). It responded as follows: [550 Mailbox unavailable or access denied - <terry.gregston@nm.blm.gov>]

The attachment contains the original mail headers. Please verify recipient(s) mail addresses and try resending this message or contact your IT department with contents of this mail.

Bratcher, Mike, EMNRD

From: Christopher_Jones@oxy.com
Sent: Friday, June 01, 2012 7:24 AM
To: Bratcher, Mike, EMNRD; jvancure@blm.gov
Cc: kswinney@bbcinternational.com; Van_Barton@oxy.com; Tiffney_Burkham@oxy.com; Mark_Richards@oxy.com; Nicholas_Edwards@oxy.com; Charles_Wagner@oxy.com
Subject: Nagooltee Peak 5 Fed Com 2

This is to inform you that Oxy Permian Primary had a spill on the Nagooltee Peak 5 Fed Com on May 29, 2012. Oxy released 90 bbls of produced water due to the corrosion and failure in the 2 7/8" flow line. Oxy was able to recover 75 bbls from the surface. This well is located: Sect.5 T22S R24E

Eddy Co.

Directions: from Carlsbad go north on 285 till you get to Sitting Bull Hwy and turn left. Go till you come to mile marker 42 and turn left, go to the top of the mountain and turn left to Nagooltee Peak compressor ½ mile take the 1st right to the location.

Oxy will do some initial remediation, a C-141 to follow. BBC International will delineate at a later date.

Chris Jones
HES Specialist
Permian Primary Production
Carlsbad, NM
Cell 575-499-3337
Off 575-628-4121