

From: Gregston, Terry G <tgregsto@blm.gov>
Sent: Tuesday, August 14, 2012 4:58 PM
To: christopher_jones@oxy.com; Bratcher, Mike, EMNRD; kswinney@bbcinternational.com; cbrunson@bbcinternational.com
Cc: tiffney_burkham@oxy.com; mark_richards@oxy.com
Subject: RE: Smokey Bits St Com 5H--not a federal well

Mr. Jones,

This was a tough one. The well is state surface; no federal minerals. However, the well is within a unit boundary with federal interests. After some research however, we determined that the unit agreement for that area is for the Culwin Queen formation and that this well is drilled into the Bone Springs formation. As a result, the BLM has no jurisdiction over this well.

Thank you,

Terry Gregston

Environmental Protection Specialist
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-----Original Message-----

From: [Christopher Jones@oxy.com](mailto:Christopher_Jones@oxy.com) [mailto:Christopher_Jones@oxy.com]
Sent: Tuesday, August 14, 2012 12:24 PM
To: mike.bratcher@state.nm.us; Gregston, Terry G; kswinney@bbcinternational.com; cbrunson@bbcinternational.com
Cc: [Tiffney Burkham@oxy.com](mailto:Tiffney_Burkham@oxy.com); [Mark Richards@oxy.com](mailto:Mark_Richards@oxy.com)
Subject: Smokey Bits St Com 5H

This is to inform you that Oxy Permian Primary had a produced water leak on the Smokey Bits St Com 5H on August 14, 2012. Oxy released 15 bbls of oil and 95 BBLS of produced water and recovered 100 bbls due to a failure in the bottom of the frac tank. The location is located at API 30-015-40070 SECT 36 T18S R30E EDDY COUNTY NEW MEXICO. Oxy will do some initial remediation, a C-141 to follow. BBC International will delineate at a later date. Driving directions: OUT OF CARLSBAD ON 62/180 TURN NORTH ON 360 TURN EAST ON GRUBBS RD TO OXY SIGN ON RIGHT GO 2 MILES TO LOCATION

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

"We do not inherit the earth from
our ancestors; we borrow it from
our children." Chief Seattle