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

RECEIVED

Form C-141 Revised October 10, 2003 JAN **03** 2013

Submit 2 Copies to appropriate NMOCD ARTESTA; the Rule 116 on back

side of form

Release Notification and Corrective Action														
nJMH 1301552456							OPERA?	TOR						
Name of Co	mpany	Oxy Permia	n Ltd.	1924	63	(Contact C	hristopher Jone	:S		<u>'</u>			
		ommerce Dr				Telephone No. (575) 628-4121								
Facility Nar	ne Righ	thand Canyo	WD			Facility Type SWD								
Surface Ow	ner		Mir	ieral O	wner	Lease No. API#30-015-34529								
			L	OCA	TION	ON OF RELEASE								
Unit Letter	Section	Township	Range	Feet from	n the	North/	South Line	Feet from the	East/V	Vest Line	County			
K	35	218	24E	197:	5 S		South	2405	,	Vest	Eddy Cou	nty, NM		
LatitudeLongitude														
	NATURE OF RELEASE													
Type of Release Produced water										Volume Recovered 0 bbls				
Source of Release Failure in 2" valve on the discharge line										Date and	and Hour of Discovery			
Was Immediate Notice Given?							12/27/2012 If YES, To Whom?							
							d Mike Bratcher- OCD, James Amos-BLM,							
By Whom? Christopher Jones							Terry Gregston-BLM Date and Hour 12/27/2012 @ 1:53 pm							
Was a Watercourse Reached?							If YES, Volume Impacting the Watercourse.							
			Yes 🗵	No										
		pacted, Descr												
Describe Cause of Problem and Remedial Action Taken.* Failure in a 2" valve on the discharge line caused 175 bbls of produce water to leak onto the ground. Fluids were not recoverable. The valve was repaired.														
Describe Area Affected and Cleanup Action Taken.* Failure in a 2" valve on the discharge line caused 175 bbls of produce water to leak onto the ground. Fluids were not recoverable. Remediation will be performed in accordance with an OCD and BLM approved remediation plan.														
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 adoptated in estigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition 1997 the compliance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local layor regulations.														
							OIL CONSERVATION DIVISION							
Signature:	//		ANNA SANTA	·******							1	/ ,	***************************************	
Printed Name	e: Christ/	pper Jones				Approved by District Supervisor: Signed By Mile Benerics					:5P			
Title: HES	Specialist						Approval Da	JAN 15 2	LU 13	Expiration				
E-mail Address: Christopher Jones@oxy.com							Conditions of Approval:				ı 🗇	VVVVV / - ACCHIMINATION		
Date:	-3-/	7	Phone	(575) 6	 28-412	1								
Attach Addi	tional She	ets If Necess				Remediation per OCD Rules & 2RP-1493						3		

Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:

From:

Kathy Purvis kathy@bbcinternational.com

Sent:

Thursday, January 03, 2013 10:46 AM

To:

Christopher_Jones@oxy.com; jamos@blm.gov; Bratcher, Mike, EMNRD;

tgregsto@blm.gov; kswinney@bbcinternational.com; cbrunson@bbcinternational.com

Cc:

Mark Richards@oxy.com; Tiffney Burkham@oxy.com

Subject:

Correction: Righthand Canyon 35-7 SWD

Correction: The API number for the Righthand Canyon 35-7 SWD is 30-015-34529. If you have any questions, please

contact me.

Kathy Purvis BBC International, Inc. 1324 W. Marland Hobbs, NM 88240 Phone: (575) 397-6388

Fax: (575) 397-0397

Email: kathy@bbcinternational.com

----Original Message----

From: Christopher Jones@oxy.com [mailto:Christopher Jones@oxy.com]

Sent: Thursday, December 27, 2012 1:53 PM

To: jamos@blm.gov; Mike.Bratcher@state.nm.lus; tgregsto@blm.gov; kswinney@bbcinternational.com;

cbrunson@bbcinternational.com; kathy@bbcinternational.com Cc: Mark Richards@oxy.com; Tiffney Burkham@oxy.com

Subject: Righthand canyon 35-7 SWD

This is to inform you that Oxy Permian Primary had a spill of produced water at the Righthand canyon 35-7 SWD on December 27, 2012. Oxy released 175 bbls of produced water, 0 bbls was recovered. Leak was due to failure in the 2" valve on the discharge line. Oxy will have BBC do some initial remediation, a C-141 to follow. BBC will delineate at a later date.

REGULATORY LEASE # NM 53218 API30-015-34259< tel:30-015-34259> SECT 35 T21S R24E EDDY COUNTY NEW MEXICO WEATHER COLD OVERCASTHWY 285 NORTH FROM CARLSBAD GO 15 MILES, TURN WEST ON CR137 GO 10 MILES, TURN SOUTH ONTO MAIN DIRT RD GO UP HILL 3 MILES, FACILITY ON RIGHT.

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

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

From:

Kathy Purvis < kathy@bbcinternational.com>

Sent:

Thursday, January 03, 2013 11:13 AM

To:

jamos@blm.gov; Bratcher, Mike, EMNRD; tgregsto@blm.gov christopher_jones@oxy.com; cbrunson@bbcinternational.com;

Cc:

kswinney@bbcinternational.com; jgilkey@bbcinternational.com

Subject:

Initial C-141 for Righthand Canyon 35-7 SWD

Attachments:

Initial C-141, signed and sent 1-3-13.pdf

Attached is the initial C-141 for a leak occurring at the Righthand Canyon 35-7 SWD on 12/27/2012 in Eddy County, NM. Receipt notification via email is greatly appreciated. Please contact me if you have any questions.

Kathy Purvis BBC International, Inc. 1324 W. Marland Hobbs, NM 88240

Phone: (575) 397-6388 Fax: (575) 397-0397

Email: kathy@bbcinternational.com

From:

Amos, James <jamos@blm.gov>

Sent:

Thursday, January 03, 2013 12:59 PM

To:

Kathy Purvis

Cc:

Bratcher, Mike, EMNRD; tgregsto@blm.gov; christopher_jones@oxy.com;

cbrunson@bbcinternational.com; kswinney@bbcinternational.com;

igilkey@bbcinternational.com

Subject:

Re: Initial C-141 for Righthand Canyon 35-7 SWD

Received. Please provide a copy of the water analysis for the fluids that were spilled along with a rough schematic of the spill site and the flow path of the fluids. thanks

On Thu, Jan 3, 2013 at 11:12 AM, Kathy Purvis < kathy@bbcinternational.com > wrote:

Attached is the initial C-141 for a leak occurring at the Righthand Canyon 35-7 SWD on 12/27/2012 in Eddy County, NM. Receipt notification via email is greatly appreciated. Please contact me if you have any questions.

Kathy Purvis

BBC International, Inc.

1324 W. Marland

Hobbs, NM 88240

Phone: (575) 397-6388

Fax: (575) 397-0397

Email: kathy@bbcinternational.com

From:

Christopher_Jones@oxy.com

Sent:

Thursday, December 27, 2012 1:53 PM

To:

jamos@blm.gov; Bratcher, Mike, EMNRD; tgregsto@blm.gov;

kswinney@bbcinternational.com; cbrunson@bbcinternational.com;

kathy@bbcinternational.com

Cc:

Mark_Richards@oxy.com; Tiffney_Burkham@oxy.com

Subject:

Righthand canyon 35-7 SWD

This is to inform you that Oxy Permian Primary had a spill of produced water at the Righthand canyon 35-7 SWD on December 27, 2012. Oxy released 175 bbls of produced water, 0 bbls was recovered. Leak was due to failure in the 2" valve on the discharge line. Oxy will have BBC do some initial remediation, a C-141 to follow. BBC will delineate at a later date.

REGULATORY LEASE # NM 53218 API30-015-34259< tel:30-015-34259> SECT 35 T21S R24E EDDY COUNTY NEW MEXICO WEATHER COLD OVERCASTHWY 285 NORTH FROM CARLSBAD GO 15 MILES, TURN WEST ON CR137 GO 10 MILES, TURN SOUTH ONTO MAIN DIRT RD GO UP HILL 3 MILES, FACILITY ON RIGHT.

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

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

From:

Amos, James <jamos@blm.gov>

Sent:

Thursday, December 27, 2012 4:17 PM

To:

Christopher: Jones@oxy.com

Cc:

Bratcher, Mike, EMNRD; tgregsto@blm.gov; kswinney@bbcinternational.com;

cbrunson@bbcinternational.com; kathy@bbcinternational.com;

Mark Richards@oxy.com; Tiffney Burkham@oxy.com

Subject:

Re: Righthand canyon 35-7 SWD

We have received your notice. thanks

On Thu, Dec 27, 2012 at 1:52 PM, < Christopher Jones@oxy.com > wrote:

This is to inform you that Oxy Permian Primary had a spill of produced water at the Righthand canyon 35-7 SWD on December 27, 2012. Oxy released 175 bbls of produced water, 0 bbls was recovered. Leak was due to failure in the 2" valve on the discharge line. Oxy will have BBC do some initial remediation, a C-141 to follow. BBC will delineate at a later date.

REGULATORY LEASE # NM 53218 API30-015-34259<<u>tel:30-015-34259</u>>

SECT 35 T21S R24E

EDDY COUNTY NEW MEXICO

WEATHER COLD OVERCASTHWY 285 NORTH FROM CARLSBAD GO 15 MILES, TURN WEST ON CR137 GO 10 MILES, TURN SOUTH ONTO MAIN DIRT RD GO UP HILL 3 MILES, FACILITY ON RIGHT.

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

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