

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

FEB 5 2013

Form C-141
Revised October 10, 2003

NMOCD ARTESIA

Submit 2 copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

nJMW 1303932155 OPERATOR ☐ Initial Report ☐ Final Report

| | | | | |
|-----------------|--------------------------------------|---------------|--------------------|----------------|
| Name of Company | Oxy Permian Ltd. | 16696 | Contact | CJ Summers |
| Address | 1017 W. Stanolind Rd, Hobbs, NM | | Telephone No. | (575) 397-8216 |
| Facility Name | Sterling Silver 3 Federal #6 Battery | | Facility Type | Gathering |
| Surface Owner | BLM | Mineral Owner | Lease No. NM-55142 | |

LOCATION OF RELEASE

30-015-27638

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| F | 3 | 24S | 31E | 1980 | North | 2310 | West | Eddy |

Latitude N 32.24812° Longitude W 103.76672°

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|-------------------------------------|----------------------------|----------|
| Type of Release | Oil and Produced water | Volume of Release | 200 bbls water, 1 bbl oil | Volume Recovered | 180 bbls |
| Source of Release | Rubber brushing failure between pump and motor caused tank to spill over | Date and Hour of Occurrence | 1/23/13 | 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? | Mike Bratcher- OCD; James Amos- BLM | | |
| By Whom? | Chancey Summers | Date and Hour | 1/24/13 @ 1:54 pm | | |
| 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.*

Rubber brushing failure between a pump and motor caused a tank to spill over releasing 200 bbls of produced water and 1 bbl of oil onto the ground. 180 bbls were recovered via vacuum truck and the brushing was repaired.

Describe Area Affected and Cleanup Action Taken.*

Rubber brushing failure between a pump and motor caused a tank to spill over releasing 200 bbls of produced water and 1 bbl of oil onto the ground. 180 bbls were recovered via vacuum truck and the brushing was repaired. 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 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: Chancey Summers

Title: HES Specialist

E-mail Address: Chancey.Summers@oxy.com

Date: 2-4-13 Phone: (575) 397-8216

OIL CONSERVATION DIVISION

Approved by District Supervisor: Signed By Mike Bratcher

Approval Date: FEB 08 2013

Expiration Date:

Conditions of Approval:

Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:

March 8, 2013

Attached ☐

2RP-1546

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Tuesday, February 05, 2013 11:12 AM
To: Bratcher, Mike, EMNRD; jamos@blm.gov
Cc: C J Summers; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Initial C-141 for Sterling Silver 3 Fed #6
Attachments: Initial C-141, signed 2-4-13 and sent 2-5-13.pdf

Attached is the initial C-141 for a leak occurring 1/23/13 on the Sterling Silver 3 Federal #6 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: Chancey_Summers@oxy.com
Sent: Thursday, January 24, 2013 1:54 PM
To: Chancey_Summers@oxy.com; jamos@blm.gov; Bratcher, Mike, EMNRD;
cbrunson@bbcinternational.com; jgilkey@bbcinternational.com;
kathy@bbcinternational.com; kswinney@bbcinternational.com
Subject: RE: STERLING SILVER 3 6 BATTERY

See corrections below.

Thank You
C.J. Summers
HES Advisor
Cell # 575-631-9436
Office # 575-397-8216
Chancey_Summers@oxy.com
"When the blind lead the blind, get out of the way!"

From: Summers, Chancey J
Sent: Thursday, January 24, 2013 10:34 AM
To: 'Amos, James'; Mike Bratcher (Mike.Bratcher@state.nm.us); Cliff P. Brunson; Jennifer Gilkey
(jgilkey@bbcinternational.com); Kathy Purvis; Ken Swinney
Subject: STERLING SILVER 3 6 BATTERY

This is to inform you that Oxy Permian Primary had a leak on the STERLING SILVER 3 6 BATTERY on January 23, 2013. Oxy released 200 bbls of water, and 1 barrel of oil due to a RUBBER BUSHING FAILURE BETWEEN PUMP AND MOTOR CAUSING WATER TANK TO SPILL OVER. 180 bbls were recovered. The well is located SECT 3 T24S R31E of Eddy County. Oxy will do some initial remediation, a C-141 to follow. BBC International will delineate at a later date. Driving directions: ON HWY 128 TO MILE MARKER 14 TURN RIGHT GO .5 MILE, TURN RIGHT GO .5 MILE AGAIN, TURN LEFT TO LOCATION . If you have any questions let me know.

Thank You
C.J. Summers
HES Advisor
Cell # 575-631-9436
Office # 575-397-8216
Chancey_Summers@oxy.com<mailto:Chancey_Summers@oxy.com>
"When the blind lead the blind, get out of the way!"

Bratcher, Mike, EMNRD

From: Chancey_Summers@oxy.com
Sent: Thursday, January 24, 2013 10:47 AM
To: jamos@blm.gov; Bratcher, Mike, EMNRD; cbrunson@bbcinternational.com;
jgilkey@bbcinternational.com; kathy@bbcinternational.com;
kswinney@bbcinternational.com
Subject: Recall: STERLING SILVER 3 6 BATTERY

Summers, Chancey J would like to recall the message, "STERLING SILVER 3 6 BATTERY".

Bratcher, Mike, EMNRD

From: Chancey_Summers@oxy.com
Sent: Thursday, January 24, 2013 10:34 AM
To: jamos@blm.gov; Bratcher, Mike, EMNRD; cbrunson@bbcinternational.com;
jgilkey@bbcinternational.com; kathy@bbcinternational.com;
kswinney@bbcinternational.com
Subject: STERLING SILVER 3 6 BATTERY

This is to inform you that Oxy Permian Primary had a leak on the STERLING SILVER 3 6 BATTERY on January 23, 2013. Oxy released 90 bbls of water, and 1 barrel of oil due to a RUBBER BUSHING FAILURE BETWEEN PUMP AND MOTOR CAUSING WATER TANK TO SPILL OVER. Still trying to find out if any was recovered. The well is located SECT 3 T24S R31E of Eddy County. Oxy will do some initial remediation, a C-141 to follow. BBC International will delineate at a later date. Driving directions: ON HWY 128 TO MILE MARKER 14 TURN RIGHT GO .5 MILE, TURN RIGHT GO .5 MILE AGAIN, TURN LEFT TO LOCATION . If you have any questions let me know.

Thank You
C.J. Summers
HES Advisor
Cell # 575-631-9436
Office # 575-397-8216
Chancey_Summers@oxy.com

"When the blind lead the blind, get out of the way!"