

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

OCT 01 2013

NMOCD ARTESIA

Form C-141  
Revised October 10, 2003

Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

Release Notification and Corrective Action

NJM W1327640141

OPERATOR

☒ Initial Report ☐ Final Report

|                 |                                    |               |                   |
|-----------------|------------------------------------|---------------|-------------------|
| Name of Company | Oxy-Permian Ltd.                   | Contact       | Christopher Jones |
| Address         | 1502 W. Commerce Dr., Carlsbad, NM | Telephone No. | (575) 628-4121    |
| Facility Name   | Stinking Draw #002                 | Facility Type | Well location     |

|               |     |               |  |         |              |
|---------------|-----|---------------|--|---------|--------------|
| Surface Owner | BLM | Mineral Owner |  | API No. | 30-015-27976 |
|---------------|-----|---------------|--|---------|--------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County          |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|-----------------|
| N           | 36      | 20S      | 23E   | 660           | South            | 1980          | West           | Eddy County, NM |

Latitude N 32.51669° Longitude W 104.5581°

NATURE OF RELEASE

|                             |   |   |   |                            |        |
|-----------------------------|---|---|---|----------------------------|--------|
| Type of Release             | Oil and Produced water  | Volume of Release                         | 1 bbls of oil and 15 bbls of water                        | Volume Recovered           | 0 bbls |
| Source of Release           | 1/2" Nipple broke off of the well head  | Date and Hour of Occurrence               | 09/12/2013  | 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 and Jennifer VanCuren- BLM |                            |        |
| By Whom?                    | Christopher Jones   | Date and Hour                             | 09/13/2013 @ 3:42 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.\*

A half inch nipple broke off of the well head causing 1 bbls of oil and 15 bbls of produced water to leak on to the ground. No fluids were recovered and the nipple was replaced on the well head.

Describe Area Affected and Cleanup Action Taken.\*

The affected area is approximately 30' x 100'. Remediation will be completed in accordance with a plan approved by NMOCD and the BLM.

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:      | OIL CONSERVATION DIVISION |  |                                   |
| Printed Name:   | Christopher Jones         | Approved by District Supervisor:   | Signed By <i>Mike Bratcher</i>    |
| Title:          | HES Specialist            | Approval Date:   | OCT 03 2013                       |
| E-mail Address: | Christopher.Jones@oxy.com | Expiration Date:   |                                   |
| Date:           | 9/30/13                   | Conditions of Approval:  | Attached <input type="checkbox"/> |
| Phone:          | (575) 628-4121            | Remediation per OCD Rule & Guidelines, & like approval by BLM. <b>SUBMIT REMEDIATION PROPOSAL NO LATER THAN:</b> |                                   |

\* Attach Additional Sheets If Necessary

Nov 3, 2013

2RP-1966

## Bratcher, Mike, EMNRD

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**From:** Kathy Purvis <kathy@bbcinternational.com>  
**Sent:** Tuesday, October 01, 2013 2:44 PM  
**To:** Bratcher, Mike, EMNRD; jamos@blm.gov; jvancure@blm.gov  
**Cc:** christopher\_jones@oxy.com; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com  
**Subject:** Initial C-141, Stinking Draw #002  
**Attachments:** Initial C-141, Stinking Draw #002.pdf

Attached is the initial C-141 for a leak that occurred at the Stinking Draw #002 on 09/12/2013 in Eddy County, NM. Receipt notification via email is greatly appreciated.

*Kathy Purvis*

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

## Bratcher, Mike, EMNRD

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**From:** Christopher\_Jones@oxy.com  
**Sent:** Friday, September 13, 2013 3:42 PM  
**To:** Bratcher, Mike, EMNRD; jamos@blm.gov; jvancure@blm.gov

This is to inform you that Oxy had a leak. BBC will be doing some initial sampling and will present a plan at a later date a c141 will follow.

.5 INCH NIPPLE BROKE OFF OF WELLHEAD

LEAK IS AT WELLHEAD

ESTIMATED DAILY PRODUCTION LOSS IS 1 BBL OIL 15 BBLS WATER 15 MCF NORMAL OPERATING PRESSURE IS 23 PSI  
VOLUME OF LEAK IS .25 BBL OIL 15 BBLS WATER SURFACE AREA IS 30 X 100 FT DID LEAK LEAVE LOCATION: YES DOWN  
DRAW APPROX 100 FT REGULATORY LEASE #API 3001527976<tel:3001527976> EDDY COUNTY NEW MEXICO SEC 36  
T20.5S R23E FROM CARLSBAD NM GO 12 MILES NORTH ON HWY 285 TO CR137 TURN LEFT TO MARATHON RD TURN  
RIGHT GO 5 MILES TO GRAY OAK RD GO 2 MILES TO NIBU FACILITY<x-apple-data-detectors://7> SIGN TURN RIGHT GO  
1.5 MILES TAKE THE SECOND RIGHT, PASS THE MOC BATTERY TAKE LEFT TO FIST LOCATION 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

**Bratcher, Mike, EMNRD**

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**From:** Van Curen, Jennifer <jvancure@blm.gov>  
**Sent:** Saturday, September 14, 2013 9:09 AM  
**To:** Christopher\_Jones@oxy.com  
**Cc:** Bratcher, Mike, EMNRD; Jim Amos  
**Subject:** Re:

Thanks

JENNIFER E VAN CUREN  
ENVIRONMENTAL PROTECTION SPECIALIST  
DOI-BLM-CARLSBAD FIELD OFFICE  
320 E GREENE ST. CARLSBAD, NM 88220  
OFFICE- 575-234-5905  
CELL - 575-361-0042  
FAX - 575-234-5927

On Fri, Sep 13, 2013 at 3:41 PM, <[Christopher\\_Jones@oxy.com](mailto:Christopher_Jones@oxy.com)> wrote:

This is to inform you that Oxy had a leak. BBC will be doing some initial sampling and will present a plan at a later date a c141 will follow.

.5 INCH NIPPLE BROKE OFF OF WELLHEAD

LEAK IS AT WELLHEAD

ESTIMATED DAILY PRODUCTION LOSS IS 1 BBL OIL 15 BBLS WATER 15 MCF

NORMAL OPERATING PRESSURE IS 23 PSI

VOLUME OF LEAK IS .25 BBL OIL 15 BBLS WATER

SURFACE AREA IS 30 X 100 FT

DID LEAK LEAVE LOCATION: YES DOWN DRAW APPROX 100 FT

REGULATORY LEASE #API 3001527976<<tel:3001527976>>

EDDY COUNTY NEW MEXICO

SEC 36 T20.5S R23E

FROM CARLSBAD NM GO 12 MILES NORTH ON HWY 285 TO CR137 TURN LEFT TO MARATHON RD TURN RIGHT GO 5 MILES TO GRAY OAK RD GO 2 MILES TO NIBU FACILITY<x-apple-data-detectors://7> SIGN TURN RIGHT GO 1.5 MILES TAKE THE SECOND RIGHT, PASS THE MOC BATTERY TAKE LEFT TO FIST LOCATION 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