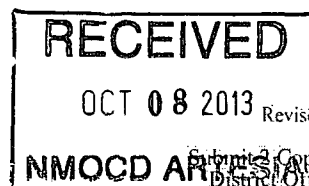


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

NTM 1328235186

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Oxy Permian Ltd. <i>16696</i>	Contact	Christopher Jones
Address	1502 W. Commerce Dr., Carlsbad, NM	Telephone No.	(575) 628-4121
Facility Name	Two Marks 36 State #4	Facility Type	Well location
Surface Owner	State	Mineral Owner	
		API No.	30-015-34833

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	36	21S	24E	670	South	1905	East	Eddy County, NM

Latitude **N 32.43007°** Longitude **W 104.4490°**

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	90 bbls	Volume Recovered	0 bbls
Source of Release	4" steel disposal line	Date and Hour of Occurrence	09/26/2013	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		
By Whom?	Christopher Jones	Date and Hour	09/30/2013 @ 9:07 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.*

A leak in a 4" steel disposal line caused 90 bbls of produced water to leak onto the ground. No fluids were recovered and the line was repaired/replaced.

Describe Area Affected and Cleanup Action Taken.*

The area affected is approximately 350' x 30'. Remediation will be completed in accordance with an approved plan from NMOCD.

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 09 2013
E-mail Address:	Christopher.Jones@oxy.com	Expiration Date:	
Date:	10-8-13	Phone:	(575) 628-4121
		Conditions of Approval:	Attached <input type="checkbox"/>
		Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

November 9, 2013

2RP-1981

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Tuesday, October 08, 2013 9:53 AM
To: Bratcher, Mike, EMNRD
Cc: christopher_jones@oxy.com; cbrunson@bbcinternational.com;
kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Initial C-141, Two Marks 36 State #4
Attachments: Initial C-141, Two Marks 36-4.pdf

Attached is the initial C-141 for a leak that occurred at the Two Marks 36 State #4 on 09/26/2013 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

Bratcher, Mike, EMNRD

From: Christopher_Jones@oxy.com
Sent: Monday, September 30, 2013 9:07 AM
To: Bratcher, Mike, EMNRD; jamos@blm.gov; jvancure@blm.gov
Cc: cbrunson@bbcinternational.com; kswinney@bbcinternational.com; kathy@bbcinternational.com
Subject: Two State

Follow Up Flag: Follow up
Flag Status: Completed

Two Marks 36 St #4

This is to inform you that Oxy had a leak at the ~~Two States lease~~. Oxy released 90 bbls of produced water and none was recovered. BBC will be doing some initial sampling and should have a plan to be approved at a later date, a C141 will also follow.

4 INCH STEEL DISPOSAL LINE

LEAK IS 30 FT WEST OF WATER TANK AT TWO STATE 36 SWD BATTERY ESTIMATED DAILY INJECTION LOSS IS N/A
NORMAL OPERATING PRESSURE IS 1000 PSI VOLUME OF LEAK IS 90 BBLS WATER SURFACE AREA IS 350 X 30 FT NO H2S
NON SENSITIVE AREA NO PUBLIC EXPOSURE NO LANDMARK LEAK IS BELOW GROUND FURTHER REMEDIATION IS
NECESSARY DID LEAK LEAVE LOCATION YES EDDY COUNTY NM SEC 36 T21S R24E 670 FSL 1905 FEL FROM CARLSBAD NM
TAKE HWY 285 NORTH GO TO MILE MARKER 44 AT WATER HOLE RD GO LEFT 1 MILE TO BIG WALT BATTERY SIGN THEN
GO 5 MILES TO NEXT BIG WALT BATTERY SIGN THEN PAST THE BIG WALT BATTERY TURN RIGHT AND CONTINUE TO
LOCATION

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

From: Christopher_Jones@oxy.com
Sent: Monday, September 30, 2013 9:37 AM
To: jamos@blm.gov; jvancure@blm.gov; Bratcher, Mike, EMNRD
Subject: Correction

The well is the Two Marks 36 State 4

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