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

State of New Mexico **Energy Minerals and Natural Resources** RECEIVED

Form C-141

Revised October 10, 2003

JAN 09 2914 jopies to appropriate

Oil Conservation Division 1220 South St. Francis Dr.

District Office in accordance NMOCD ARTESIA With Rule 116 on back 1220 S. St. Francis Dr., Santa Fe, NM 87505 side of form Santa Fe, NM 87505 **Release Notification and Corrective Action** 236326 **OPERATOR** Initial Report **Final Report** 192463 Name of Company Oxy Permian Ltd. Contact Christopher Jones 1502 W. Commerce Dr., Carlsbad, NM Telephone No. (575) 628-4121 Address Indian Hills Unit #39 Facility Name Facility Type Well Location Surface Owner BLM Mineral Owner API No. 30-015-32103 LOCATION OF RELEASE Feet from the North/South Line Unit Letter Section Township Range Feet from the East/West Linc County K 16 21S 24E 1690 South 1701 Eddy County, NM East Latitude N 32.47646° Longitude W 104.50610° NATURE OF RELEASE Type of Release Oil and Produced water Volume of Release 4 bbls oil, Volume Recovered 0 bbls 106 bbls produced water Source of Release 6" steel production flow line Date and Hour of Occurrence Date and Hour of Discovery 01/07/2014 If YES, To Whom? Was Immediate Notice Given? Yes No Not Required Mike Bratcher-NMOCD, JeanMarie Warren-NMOCD, James Amos-BLM, Jennifer Van Curen-BLM Jennifer Gilkey, BBC International By Whom? Date and Hour 12/30/2013 @ 12:45 pm Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. 🗌 Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* A leak in a 6" steel production flow line caused 4 bbls of oil and 106 bbls of produced water to leak onto the ground. No fluids were recovered and the line was repaired. Describe Area Affected and Cleanup Action Taken.* The affected area is approximately 20' x 400' on and off location. 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. **OIL CONSERVATION DIVISION** Signature: Approved by District Supervisor: Signed By 7 Printed Name: Christopher Jonés JAN 23 2014 Approval Date: Title: **HES** Specialist Expiration Date: E-mail Address: Christopher Jones@oxy.com Conditions of Approval: Attached Remediation per OCD Rule & Guidelines, & Date: Phone: (575) 628-4121 like approval by BLM. SUBMIT REMEDIATION * Attach Additional Sheets If Necessary **PROPOSAL NO LATER THAN:** renary

Warren, JeanMarie, EMNRD

From:	Kathy Purvis <kathy@bbcinternational.com></kathy@bbcinternational.com>
Sent:	Thursday, January 09, 2014 9:26 AM
То:	Bratcher, Mike, EMNRD; Warren, JeanMarie, EMNRD; jamos@blm.gov; jvancure@blm.gov
Cc:	christopher_jones@oxy.com;
Subject: Attachments:	Initial C-141, Indian Hills Unit #39 Initial C-141, Indian Hills Unit #39.pdf

Attached is the initial C-141 for a leak that occurred at the Indian Hills Unit #39 on 01/07/2014 in Eddy County, NM. Receipt notification via email is greatly appreciated.

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Kathy Purvis BBC International, Inc. 1324 W. Marland Hobbs, NM 88240 Phone: (575) 397-6388 Fax: (575) 397-0397 Email: <u>kathy@bbcinternational.com</u>

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Warren, JeanMarie, EMNRD

From:	Christopher_Jones@oxy.com Wednesday, January 08, 2014 8:21 AM
To:	Bratcher, Mike, EMNRD; Warren, JeanMarie, EMNRD; jamos@blm.gov;
Сс:	jvancure@blm.gov cbrunson@bbcinternational.com; kswinney@bbcinternational.com; Tiffney_Burkham@oxy.com; kathy@bbcinternational.com; jgilkey@bbcinternational.com
Subject:	Leak

This is to inform you that Oxy had a leak at the Indian Hills Unit 39 Station 117. 4 bbls of oil and 106 bbls of produced water was released and none was recovered. This spill did leave location. BBC will be doing some initial delineation with a c141 and work plan to follow.

REGULATORY LEASE # API 30-015-32103 1690 FSL 2026 FWL UNIT K SECT 16 T21S R24E EDDY COUNTY NEW MEXICO WEATHER COLD CLOUDY FROM CARLSBAD GO NORTH ON 285, GO TO CR 137 TURN LEFT, TO Y, GO WEST ON MARATHON ROAD TO WHITE PINE ROAD, TURN RIGHT GO 4 MILES, TAKE 1ST DIRT ROAD RIGHT TO TOP OF HILL, TAKE LEFT AT Y GO 1.5 MILE, 4TH TURN GO LEFT 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

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