580 WestLake Park Blvd. Houston, TX 77079 PO Box 4294 Houston, TX 77210-4294 281-552-1000

October 13, 2003

New Mexico Oil Conservation Division District I 1625 N. French Drive Hobbs, New Mexico 88240

Attn: Environmental Engineering

Remediation Plan

Section 29 Trunkline

UL 'G', Sec. 29, T-18-S, R-38-E

Leak occurred on 10/09/2003, at approximately 05:00 pm. A 6" fiberglass line used to transfer produced fluid from the North Hobbs Unit Satellite #28 to the North Hobbs Unit Central Tank Battery ruptured, at valve box #2, causing spill. Approximately 20 barrels of crude oil and 200 barrels of produced water spilled onto pasture directly to the south and east of valve box #2, by the North Hobbs Unit Satellite #29-C. The affected area measures approximately 90°-X_150°-7 All freestanding fluid was picked up via vacuum trucks, recovering approximately 5 barrels of oil and 150 barrels of produced water. Occidental Permian is the surface land owner, where the spill occurred, and uses the land for the sole purpose of oil and gas production. Depth to ground water according to State Engineers Office is 58.45² (data dated 04/02/86) giving this spill site a ranking of 10. Remediation of the spill site will be as follows:

- 1. Piping will be excavated and repaired.
- 2. All soil removed from excavation will be hauled to an approved site.
- 3. Affected area will be pushed up and soil hauled to an approved site.
- 4. Soil samples will be obtained from spill area.
- 5. NMOCD guidelines will be used to insure entire site is in compliance with guidelines.
- 6. Soils removed will be replaced with clean fresh soil.
- 7. Soil analysis data will be submitted with final closure letter.

If you have any questions, or if I can be of further assistance, please contact me at (50) 8251.

Steven M. Bishop

HES Technician/Hobbs RMT

(505) 397-8251

Attachments: Original C-141 Wy-157984

Lacility - FPACOG03829819

MCdent - n PAC0603829978

Hobbs RMT, 1017 W. Stanolind Rd, Hobbs, New Mexico 88240

829819

Oplivation - pPAC0603830290

District I- (505) 393-6161 P.O. Box 1980 Hobbs, NM 88241-1980 District II - (505) 748-1283 811 South First Artesia, NM 88210 District III - (505) 334-6178 1000 Rio Brazos Road Aztec, NM 87419

State of New Mexico

FORM C-141 Originated 2/13/97

Energy Minerals and Natural Resources Department Oil conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

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

1000 Rio Brazo: Aztec, NM 8741	9	(50	5) 827-7131								
District IV - (505	5) 827-7131	Dalages Natifice	tion and Course	tivo Action							
Release Notification and Corrective Action OPERATOR											
			0. 2.0				Initial R	eport	⊠ Fin	al Report	
Name Occid	Contact	Contact Steven M. Bishop									
					Telephone No. (505) 397-8251						
Facility Name	North Hobbs Unit	Facility T	Facility Type Production								
Surface Owner	ral Owner	al Owner Lease No.									
LOCATION OF RELEASE											
Unit Letter	Section Township		Ra	inge	Feet North/		Feet			County	
					from	South	from	West	1		
'G'	29	18-S		18-E	the	Line			Lea		
NATURE OF RELEASE											
Type of Relea		ase 20BO X200 BW Volume Recovered 5 BO X 150 BW									
Source of Release Date and Hour											
6" Fiberglass trunkline 10/09/2003 5 Was Immediate Notice Given? ✓ YES NO Not Require					-		2003 5:00 PM				
Was Immedia	ed If Y	d If YES, to whom? Gary Wink									
By Whom? Steve Bishop					Date and Hour 10/09/2003 5:50 PM						
Was a Water	lf \	If Yes, Volume Impacting the Watercourse. N/A									
If a Watercourse was Impacted, Describe Fully • N/A											
Describe Cause of Problem and Remedial Action Taken. • Inlet vessel at North Hobbs Unit Central Tank Battery ESD valve on inlet closed causing spill. Overpressure on 6" fiberglass trunkline carrying produced fluid from North Hobbs Unit Satellite #28 to valve box #2 ruptured. Valves were closed on each end of trunkline to isolate line and stop flow.											
Describe Area Affected and Cleanup Action Taken. • Area was approximately 100' X 180' of pasture. All free standing fluid was picked up via vacuum truck. Line will be excavated and repaired. Affected area will be remediated to NMOCD guidelines for spills.											
are required to re acceptance of a 0 and remediate co	at the information given al port and/or file certain rele c-141 report by the NMOC ntamination that pose a th nsibility for compliance wi	ease notifications and p D marked as "Final Re reat to ground water, h	perform corrective ac port" does not reliev uman health or the e	tions for release the operator of nvironment. In	es which may of liability sho	endanger pub uld their operat	lic health or tions have fa	the enviror	ment. The	ne ivestigate	
1						OIL CONSERVATION DIVISION					
Signature: STEVON M. BONLO					Approved by District Supervisor:						
Printed Name	e: Steven M. Bisho	pp	0								
Title: HES T	echnician			Approval	Date:		Expir	ation Da	te:		
Date: 10/10	Date: 10/10/2003 Phone: (505) 397-8251			Condition	onditions of Approval:			Attached:			