District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

NM OIL CONSERVATION

ARTESTA DISTRICT

Form C-141 Revised August 8, 2011

2 P.D. 359

MAR 2016 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action OPERATOR Final Report Name of Company Oxy Permian Ltd. Contact Casey Summers Address 6 Desta Drive, Midland, TX 79705 Telephone No. (575) 513-8289 **Facility Name** Harroun 15-3 SWD Facility SWD Facility Type Surface Owner Fee Mineral Owner API No. 30-015-29233 LOCATION OF RELEASE Unit Letter Section North/South Line Township Range Feet from the Feet from the East/West Line н 15 245 29E Eddy County, NM Latitude N 32.21990° Longitude W 103.96496* NATURE OF RELEASE Type of Release Produced water Volume of Release 40 bbls Volume Recovered 38 bbls Date and Hour of Occurrence Source of Release Stress/fatigue of a 4 inch steel suction line from Date and Hour of Discovery tank to pump 02/16/2016 Was Immediate Notice Given? If YES, To Whom? ☑ Yes ☐ No ☐ Not Required Mike Bratcher and Heather Patterson-NMOCD Date and Hour 02/17/2016 @ 8:25 am By Whom? Kathy Purvis @ BBC International Inc. 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.* Stress/fatigue of a 4 inch steel suction line caused 40 bbls of produced water to spill into the lined containment. Approximately 38 bbls of produced water were recovered and the line was repaired. Describe Area Affected and Cleanup Action Taken.* The affected area is approximately 45' x 45' with all of the leak staying inside the lined battery on location Remediation will be completed by removing the contaminated materials from within the lined containment and replacing them with clean material. 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 additiffn, 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 Environmental Specialist: Printed Name; Casey Summers Expiration Date: N/A Approval Date: NM Environmental Advisor Conditions of Approval: E-mail Address: casey_summers@oxy.com Remediation per O.C.D. Rules & Guide inesched 🏻

(575) 513-8289

Phone:

Attach Additional Sheets If Necessary

SUBMIT REMEDIATION PROPOSAL NO

LATER THAN:_

Patterson, Heather, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>

Sent: Thursday, March 03, 2016 9:34 AM

To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD

Cc: Casey_Summers@oxy.com; dusty_wilson@oxy.com; Jennifer_duarte@oxy.com;

cbrunson@bbcinternational.com; kswinney@bbcinternational.com;

jgilkey@bbcinternational.com

Subject: Initial C-141, Harroun 15-3 SWD Facility

Attachments: Initial C-141, Harroun 15-3 SWD Facility.pdf

Attached is the initial C-141 for a leak that occurred at the Harroun 15-3 SWD Facility on 02/16/2016 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