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

ARTESIA DISTRICT

Form C-141 Revised August 8, 2011

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

RECEIVED

Release Notification and Corrective Action OPERATOR Initial Report □ 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 Cypress 33 Federal #2H Battery Facility Type Battery 30-015-37308 Surface Owner **BLM** Mineral Owner API No. LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County 33 29E **23S** Eddy County, NM Latitude N 32,26673° Longitude W 103,98348° NATURE OF RELEASE Volume of Release Type of Release 8 bbls Volume Recovered 7.5 bbls Source of Release A power failure caused the tank to overflow Date and Hour of Occurrence Date and Hour of Discovery 04/22/2016 If YES, To Whom? Was Immediate Notice Given? Mike Bratcher, Heather Patterson- NMOCD; Shelly Tucker-BLM Kathy Purvis @ BBC International Inc. Date and Hour 04/25/2016 @ 10:43 am By Whom? 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 power failure caused a tank to overflow and leak 8 bbls of oil. A vacuum truck recovered 7.5 bbls of oil and the power was restored. Describe Area Affected and Cleanup Action Taken.* The affected area is approximately 14' x 14' inside the lined containment. Remediation was completed removing the contaminated material and replacing it 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 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 Environmental Specialist: Printed Name: Casey Summers Title: NM Environmental Advisor Approval Date: **Expiration Date:**

* Attach Additional Sheets If Necessary

casey_summers@oxy.com

Phone: (575) 513-8289

E-mail Address:

2RP-3778

Attached

FINAL

Conditions of Approval

Patterson, Heather, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>

Sent: Wednesday, July 13, 2016 12:04 PM

To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; stucker@blm.gov

Casey_Summers@oxy.com; jennifer_duarte@oxy.com; 'Cliff P. Brunson'; 'Ken Swinney';

'Jennifer Gilkey'

Subject: Closure Report, Cypress 33 Federal #2H Battery

Attachments: Closure documents, Cypress 33 Federal #2H Battery.pdf

Attached are the closure documents for a leak that occurred inside the lined containment of the Cypress 33 Federal #2H Battery on 04/22/2016 in Eddy County, NM. Receipt notification via email is greatly appreciated.

Kathy Purvis

BBC International, Inc. 1324 W. Marland Blvd. Hobbs, NM 88240

Business: (575) 397-6388 Cell: (575) 441-8619

kathy@bbcinternational.com