District I 1625 N. French Dr., Hobbs, NM 88240 1301 W Grand Avenue, Artesia, NM 88210

1000 Rio Brazos Road, Aztec, NM 87410

District III

District IV

RECEMENTALISM State of New Mexico New Mexico Natural Resources

Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back

MAR 17 2009il Conservation Division 1220 South St. Francis Dr.

1220 S St. Francis Dr., Santa Fe, NM 87505 10000 Santa Fe, NM 87505										side of form			
			Rele	ease	Notific	ation	and Co	rrective A	ction			-	
						OPERATOR			Initia	al Report		Final Report	
Name of Company Occidental Permian Limited Partnership) (Contact Ster	ven M. Bishop					
Address 1017 West Stanolind Road, Hobbs, N.M. 88240						1	Telephone No. (575) 397-8251						
Facility Name South Hobbs Unit Injection System							Facility Type Production						
												$\overline{}$	
Surface Owner Mineral Owner					wner	Lease No.			VC_1RP=2	(1RP=2018)			
Malcolm Coombes Occidental Per					l Permi	mian Limited Partnership API N			API No	. 30-025-0	7612	\rightarrow	
LOCATION OF RELEASE													
Unit Letter	Section	Township	Range	Feet from the Nort		North/	South Line	Feet from the	East/West Line		County		
'L' and 'M'	4	19-S	38-E								LEA		
Latitude North 32°41'16.90" Longitude West 103°09'40.90" NATURE OF RELEASE													
Type of Release						Volume of Release			Volume Recovered				
Produced and Injection Water							Estimated 450 BW			260 Bbls			
Source of Release						Date and Hour of Occurrence			Date and Hour of Discovery				

NATURE OF RELEASE							
Type of Release	Volume of Release	Volume Recovered					
Produced and Injection Water	Estimated 450 BW	260 Bbls					
Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery					
8" fiberglass injection trunk line	11/03/2008 02.30 PM	11/03/2008 02:30 PM					
Was Immediate Notice Given?	If YES, To Whom? Buddy Hill						
☐ Yes ☐ No ☐ Not Required							
By Whom? Steven M. Bishop	Date and Hour 11/03/2008 04:00 PM						
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse. N/A						
☐ Yes ☒ No							
If a Watercourse was Impacted, Describe Fully.* N/A							
Describe Cause of Problem and Remedial Action Taken.* An 8" fiberglas							
Injection Building #7 ruptured causing spill. Isolated the trunk line by shu	tting valves at both ends. South Hob	bs Unit #53 is the closest injector and the					
API number for this well was used for this report.							
Describe Area Affected and Cleanup Action Taken.* Area affected is app	roximately 200' X 200' to the north ar	nd 40' X 400' south of leak site in the					
pasture. Water also ran from the leak site east to a caliche lease road and s							
produced water was spilled and 350 bbls was recovered via vacuum trucks							
in compliance with NMOCD guidelines for spills. Area was cleaned simu	Itaneously with another leak occurring	g in the same area on 11/11/2008.					

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 regulation	IS.					
Signature: Stown M.	Bustop	OIL CONSERVATION DIVISION				
Printed Name: Steven M. Bishop	Approved by DistricENDARIONMENTAL ENGINEER					
Title: HES Specialist	ile: HES Specialist		Expiration I			
E-mail Address: Steven_Bishop@oxy.com		Conditions of Approval:		Attached		
Date: 03/10/2009	Phone: (575) 397-8251					
* Attach Additional Sheets If Necessa	PT7					

Attach Additional Sheets If Necessary

March 10, 2009

New Mexico Oil Conservation Division District I 1625 N. French Drive Hobbs, New Mexico 88240 MAR 1 7 2009 HOBBSOCD

Attn: Environmental Engineering

RE: Final Closure 1RP-2018 and 1RP-2019 South Hobbs Unit 8" Injection Trunk line from Central T/B to Injection Building #7 SHU #53 Closest Injector API No 30-025-07612 UL 'L' and 'M', Sec. 4, T-19-S, R-38-E

This final closure letter is covering two leaks that occurred in the same area and were cleaned up simultaneously. The initial leak occurred on 11/03/2008, at approximately 02:30 PM. An 8" fiberglass trunk line used to transfer injection water from South Hobbs Unit Central T/B to South Hobbs Unit Injection Building #7 ruptured causing spill. The spill was given 1RP#2018. The area affected by this spill is an area measuring approximately 200' X 200' to the north, and 40' X 400' to the south of the leak site in the pasture. Water also ran for ½ mile to the south down a two-track caliche lease road. An estimated 450 barrels of injection water was spilled, and 350 barrels was recovered via vacuum truck.

The second spill occurred on 11/11/2008, at approximately 10:30 AM. The same 8" fiberglass trunk line was struck by a backhoe, while padding pipe, causing spill. The area affected by this spill is an area measuring approximately 200' X 200' to the north of the leak site in the pasture in the same area as the previous spill had occurred. An estimated 250 barrels of injection water was spilled, and 200 barrels was recovered via vacuum truck.

Each time valves on both ends of the trunk line were shut to isolate leak. The line operates at approximately 50 pounds with an approximate 12,000 bbls per day rate. Mr. Malcolm Coombes the surface owner and utilizes the area for equipment storage and cattle grazing on occasion. Depth to ground water according to State Engineers Office is an average of 48', for all wells in the area, giving this spill site a ranking of 20. Remediation of the spill site was as follows:

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- 1. Piping was excavated and repaired.
- 2. Soil samples were gathered from affected area.
- 3. NMOCD guidelines were used to insure entire site is in compliance with guidelines.
- 4. Soils removed will be replaced with clean fresh soils, where needed.
- 5. Soil analysis data is being submitted with this final closure letter. Please see attached data.

The Cardinal Laboratories analysis data attached dated 11-19-2008 was taken in the pipe excavation site. Sample #5 in the south side of the ditch at 5' depth was still slightly elevated. A second sample was taken from the same area and is shown as sample #8 on the data dated 03-09-2009, after more soil was removed from the excavation site. This is the only area that was sampled twice. Occidental Permian believes this data clearly shows the area is within the NMOCD Guidelines for Remediation of Leaks, Spills and Releases and no further damage to the area will occur because of this release. This area will be backfilled with clean fresh soil where needed and reseeded for the landowner. No further work is being planned for this site.

If you have any questions, or if I can be of further assistance, please contact me at (575) 397-8251.

Steven M. Bishop

HES Specialist/Central Operating Area

LIONEN M. BISTY

Steven_Bishop@oxy.com

(575) 397-8251

Attachments: Final C-141 for 1RP-2018

Final C-141 for 1RP-2019

Copy of original hand drawn map of spill site

Cardinal Laboratories soil analysis data dated 11-19-2008 Cardinal Laboratories soil analysis data dated 03-09-2009

Sample point map for final sample data