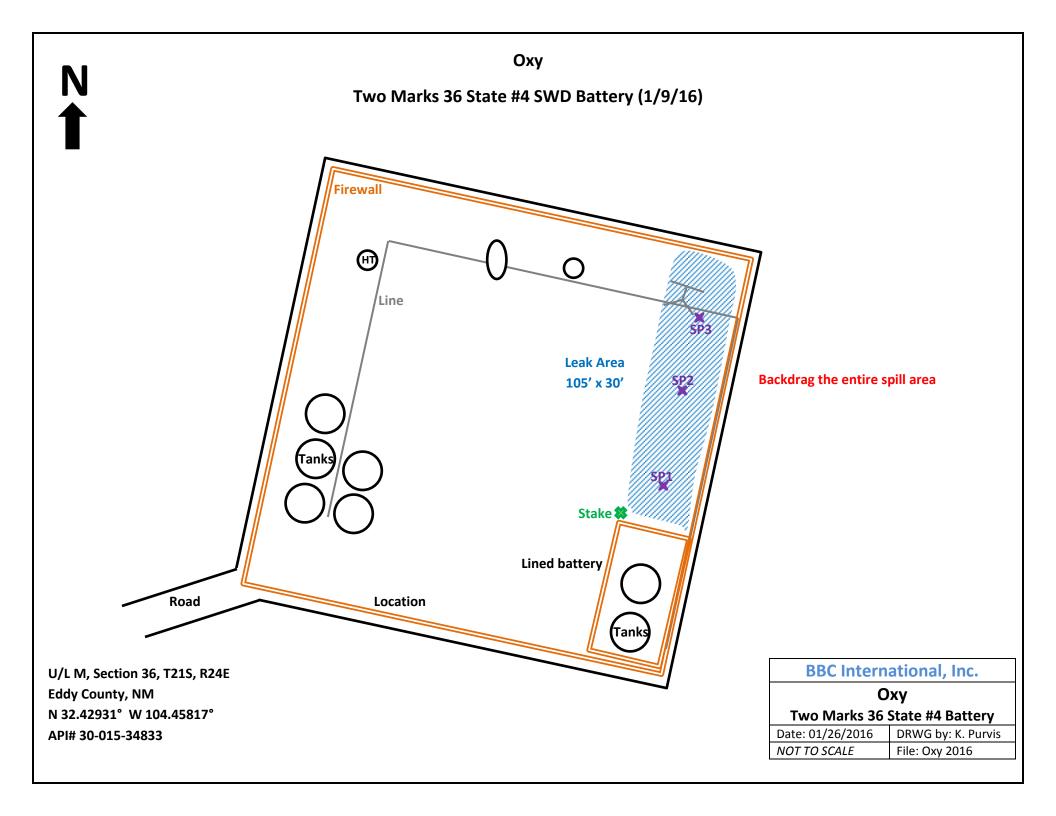


PHONE (575) 397-6388 • FAX (575) 397-0397 • 1324 W. MARLAND • P.O. BOX 805 • HOBBS, NM 88241-0805 E-MAIL: cbrunson@bbcinternational.com

OXY - TWO MARKS 36 STATE #4 SWD BATTERY

REMEDIATION PLAN

OXY will excavate the spill area as depicted on the following site diagram. The entire spill area will be back dragged.





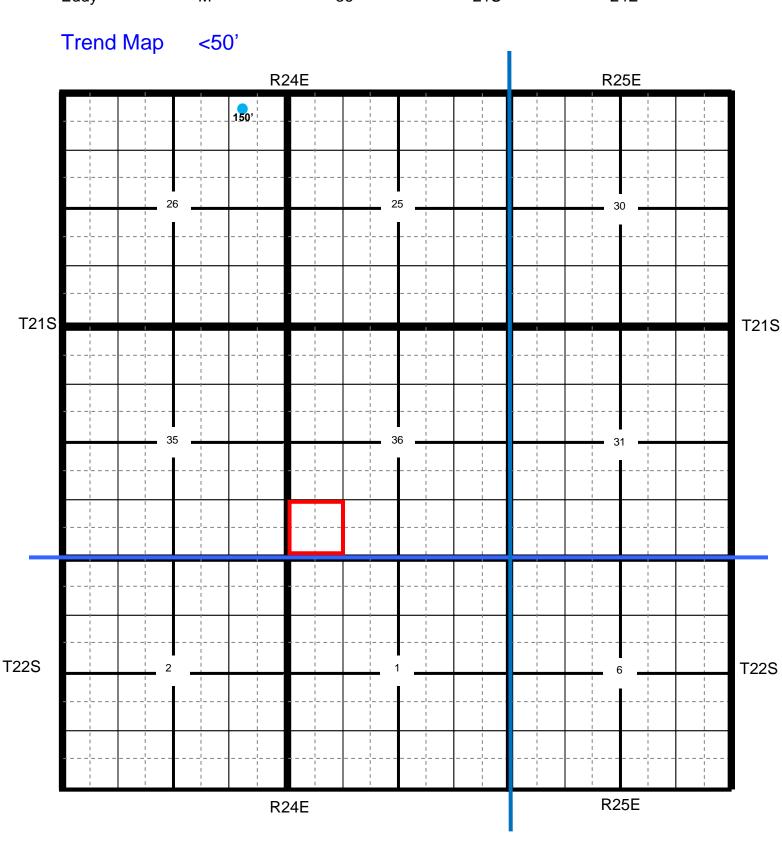
Location

OCD

Groundwater Plot

Oxy Two Marks 36 State #4 SWD Battery

CountyUnit LetterSectionTownshipRangeEddyM3621S24E



USGS

SEO

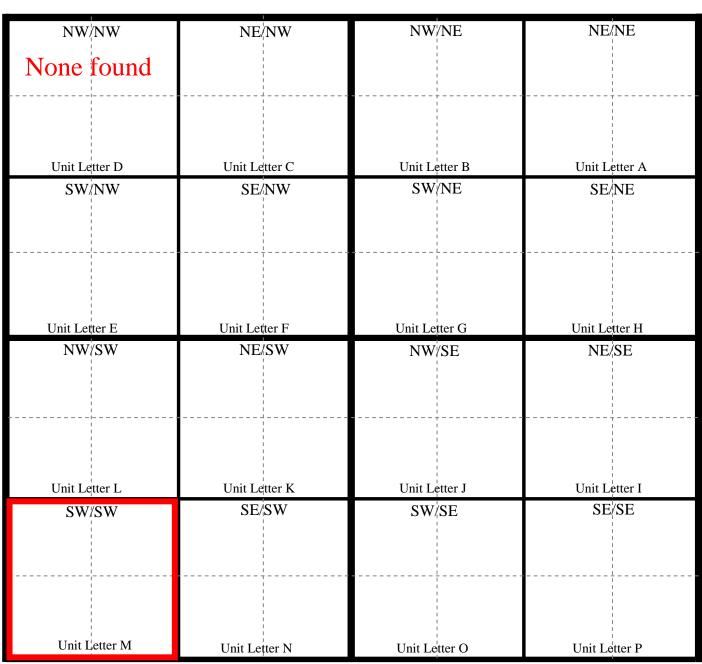
All Databases

Oxy Two Marks 36 State #4 SWD Battery

CountyUnit LetterSectionTownshipRangeEddyM3621S24E

Trend Map <50'

1



3

♣ Location
OCD

USGS

SEO

All Databases

Laboratory Analytical Results Summary Two Marks 36 State #4 SWD Battery

		Sample	SP1 @ SURFACE	SP1 @ 1'
Analyte	Method	Date	2/9/16	2/9/16
			mg/Kg	mg/Kg
Chloride	SM4500CI-B		48	160

		Sample	SP2 @ SURFACE	SP2 @ 1'
Analyte	Method	Date	2/9/16	2/9/16
			mg/Kg	mg/Kg
Chloride	SM4500CI-B		144	128

		Sample	SP3 @ SURFACE	SP3 @ 1'
Analyte	Method	Date	2/9/16	2/9/16
			mg/Kg	mg/Kg
Chloride	SM4500CI-B		64	144



February 16, 2016

Cliff Brunson

BBC International, Inc.

P.O. Box 805

Hobbs, NM 88241

RE: TWO MARKS 36 #4 SWD

Enclosed are the results of analyses for samples received by the laboratory on 02/10/16 9:47.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-15-7. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab-accred-certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2 Haloacetic Acids (HAA-5)
Method EPA 524.2 Total Trihalomethanes (TTHM)
Method EPA 524.4 Regulated VOCs (V1, V2, V3)

Celey D. Keine

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keene

Lab Director/Quality Manager



Analytical Results For:

BBC International, Inc.

Cliff Brunson P.O. Box 805 Hobbs NM, 88241

Fax To: (575) 397-0397

Received: 02/10/2016 Sampling Date: 02/09/2016

Reported: 02/16/2016 Sampling Type: Soil

Project Name: TWO MARKS 36 #4 SWD Sampling Condition: Cool & Intact
Project Number: NONE GIVEN Sample Received By: Jodi Henson

Project Location: CARLSBAD, NM

Sample ID: SP 1 @ SURFACE (H600293-01)

Chloride, SM4500CI-B	mg	mg/kg		ed By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	48.0	16.0	02/15/2016	ND	416	104	400	3.77	
Sample ID: SP 1 @ 1' (H6	00293-02)								
Chloride, SM4500Cl-B	mg	mg/kg		Analyzed By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier

ND

416

104

400

3.77

Sample ID: SP 2 @ SURFACE (H600293-03)

160

16.0

Chloride, SM4500Cl-B	mg,	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	144	16.0	02/15/2016	ND	416	104	400	3.77	

02/15/2016

Sample ID: SP 2 @ 1' (H600293-04)

Chloride

Chloride, SM4500CI-B	mg,	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	128	16.0	02/15/2016	ND	464	116	400	0.00	

Cardinal Laboratories *=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whistoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celey D. Keine



Analytical Results For:

BBC International, Inc.

Cliff Brunson P.O. Box 805 Hobbs NM, 88241

Fax To: (575) 397-0397

Received: 02/10/2016 Sampling Date: 02/09/2016

Reported: 02/16/2016 Sampling Type: Soil

Project Name: TWO MARKS 36 #4 SWD Sampling Condition: Cool & Intact
Project Number: NONE GIVEN Sample Received By: Jodi Henson

Project Location: CARLSBAD, NM

Sample ID: SP 3 @ SURFACE (H600293-05)

Chloride, SM4500Cl-B	mg/kg		Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	64.0	16.0	02/15/2016	ND	464	116	400	0.00	

Sample ID: SP 3 @ 1' (H600293-06)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	144	16.0	02/15/2016	ND	464	116	400	0.00	

Cardinal Laboratories *=Accredited Analyte

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Celey D. Keine



Notes and Definitions

ND Analyte NOT DETECTED at or above the reporting limit

RPD Relative Percent Difference

** Samples not received at proper temperature of 6°C or below.

*** Insufficient time to reach temperature.

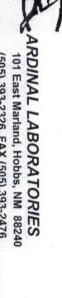
- Chloride by SM4500Cl-B does not require samples be received at or below 6°C

Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories *=Accredited Analyte

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Celey D. Keine



CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

				CT
Company Name: BBC International, Inc.		BIEF IS	ANALISIS NEGOLO	
Project Manager: Cliff Brunson	P.O.#:			
Address: P.O. Box 805	Company:			1
city: Hobbs State: NM	Zip: 88241 Attn:			
5-397-6388 Fax #:	575-397-0397 Address:			
Project #: Project Owner:	: OXY city:			
Project Name: Two Maps 36 St 1	th State:	Zip:		
Project Location: Iron Busin	Phone #:			
Vrice i	Fax #:			1
FOR LAB USE ONLY		X. SAMPLING		
Lab I.D. Sample I.D.	DGE ER: D/BASE:	L		
H600293	# CO GRO WAS SOIL OIL SLUE OTHI ACID	OTH DATE TIME		
2 Calca)		7 1000 /		
3 Ch La Surace	_	7 0501 Albtz		
4 82/21		100/		
Salver of the C		7 6 1120		
6 305:01:	6	1 0171 41hM		
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Blief	N.			
PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising whether based in contract or tort, shall be limited to the amount paid by the client for the analyses. All claims including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within 30 days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequental damages, including without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries,	any claim arising whether based in contract or tort, shall be lim deemad waiwed unless made in writing and received by Cardi g without limitation, business interruptions, loss of use, or loss	ited to the amount paid by the client for the nal within 30 days after completion of the applicable of profits incurred by client, its subsidiaries,		
Relinquished By: Date: 19/14	Received By:	Phone Result: Fax Result:	☐ Yes ☐ No Add'I Phone #: ☐ Yes ☐ No Add'I Fax #:	
RMSon-	Parallel Bu.		-	
Relinquished By:	Received By:	\$		
Delivered By: (Circle One)	Sample Condition Cool Intact	CHECKED BY:		
Sampler - UPS - Bus - Other:	7.7 AYES AYES	7		

<u>District I</u> 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

* Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources

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

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

			Rele	ease Notitio	cation	n and Co	orrective A	ction					
						OPERAT	ГOR	⊠ Init	ial Report	П 1	Final Repor		
Name of Co	ompany	Oxy Permia	n Ltd.			Contact Casey Summers							
		ive, Midland				Telephone No. (575) 513-8289							
Facility Na	me Two	Marks 36 S	tate #4 S	WD Battery		Facility Type Battery							
Surface Ow	ner Stat	e		Mineral C)wner			API N	o. 30-15-3	4833			
				LOCA	TIOI	N OF REI	LEASE						
Unit Letter	Section	Township	Range	Feet from the	North/	South Line	Feet from the	East/West Line	County				
M	36	218	24E						Eddy Cour	ıty, NM			
				Latitude N 32.4	 2931°	Longitue	de W 104.4581	7°					
						OF RELI		<u></u>					
Type of Rele	ase Produ	iced water		NAI	UKE		Release 30 bbls	Volumo	Recovered	10 bbls			
Source of Re		zen discharge	line				lour of Occurrence		Hour of Disc				
						01/09/2016	! 			,			
Was Immedia	ate Notice C		Yes 🛛	No 🔲 Not Re	equired	If YES, To	Whom? her, Heather Patte	erson- NMOCD					
By Whom?	Cliff Brun	son, BBC Inte					our 01/09/2016						
Was a Water	course Reac	hed?	Manonar	-			lume Impacting t						
			Yes 🏻	No		,		1, 400, 000, 000,					
If a Watercou	rse was Im	pacted, Descri	be Fully.*			l							
Describe Cau	se of Proble	em and Remed	lial Action	ı Taken.*					<u></u>				
or replaced.	A frozen discharge line leaked 30 bbls of produced water onto the ground. A vacuum truck recovered 10 bbls of produced water and the line was repaired or replaced.												
Describe Area	Affected a	ınd Cleanup A	ction Tak	en.*									
The affected a	rea is appro	oximately 30'	x 100' on	location. Remed	iation w	ill be complet	ted in accordance	with the remedia	tion plan appr	oved by	NMOCD.		
regulations all public health should their o	l operators a or the environe perations ha ment. In a	are required to onment. The ave failed to a Idition, NMO	report an acceptance dequately CD accept	d/or file certain re e of a C-141 repor investigate and re	lease no rt by the mediate	otifications and NMOCD ma contaminatio	d perform correct rked as "Final Re on that pose a thre	nderstand that pur- ive actions for rel port" does not rel at to ground wate esponsibility for c	eases which r ieve the opera r. surface wat	nay enda ator of lia er, huma	anger ability an health		
	IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII	\					OIL CONS	ERVATION	DIVISIO	\overline{N}			
Signature:	1/11-	1											
Printed Name:	: Casey S	ummers			A	Approved by E	Environmental Sp	ecialist:					
Title: NM I	Environmen	tal Advisor			Ŋ	Approval Date): -	Expiration	Date:				
E-mail Addres	ss; <u>Casey</u>	Summers@c	xy.com		c	Conditions of a	Approval:		Attached				
Date: /	120	/16	Phone:	(575) 513-828	39								