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

Revised October 10, 2003

Form C-141

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

30-015-23759 Release Notification and Corrective Action **OPERATOR** ☐ Initial Report nMUB1034838/37 Final Report 16696 Contact Kelton Beaird Name of Company OXY USA Telephone No. (O) 575-628-4100 Address 1502 W. Commerce Carlsbad, NM 88220 Facility Type Oil and Gas well Facility Name NEL # 2

Mineral Owner Lease No. Surface Owner LOCATION OF RELEASE Feet from the North/South Line Feet from the Section Township Range East/West Line County Unit Letter 23S 28E Eddy Latitude Longitude NATURE OF RELEASE Type of Release Oil and Produced water Volume of Release 24 bbls Volume Recovered 15 Date and Hour of Occurrence Date and Hour of Discovery Source of Release Heater 11-20-10 @ 2pm Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required Date and Hour See above By Whom? Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* RECEIVED DEC 10 2010 Describe Cause of Problem and Remedial Action Taken.* NMOCD ARTESIA Heater developed a hole causing fluid to leak Describe Area Affected and Cleanup Action Taken.* Area affected was inside the dikes. Delineation will occur, BLM and NMOCD will be contacted 48 hours prior to sampling. A clean-up plan will be submitted for approval following delineation. 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, NMQCD 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 DisingerestuBervield Printed Name: Kelton Beaird DEC 1 4 2010 Approval Date: Title: HES Specialist **Expiration Date:** E-mail Address: kelton beaird@oxy.com Conditions of Approval: REMEDIATION per OCD Rules and Attached

Date: 12-5-10 * Attach Additional Sheets If Necessary

Guidelines. SUBMIT REMEDIATION PROPOSAL BY: JAN. 14, 2011