State of New Mexico Energy Minerals and Natural Resources

- 1 - F

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

| 30-015-   | - 2716.   | 2  | Kele   | ease Notific   | catio                             | n and Co  | orrective A   | ctio   | n  |   |   |                                   |  |
|---|---|--|--|--|-----------------------------------|---|---|--|--|---|---|-----------------------------------|--|
| MALB 120  | <u>8648301</u>  | Oxy Permia   | 16696  | ····· 1  | OPERATOR                          |   |   | 🛛 In   | itial Report   |   | Final Repo                                |                                   |  |
| Name of Co  |   | Contact Chancey Summers  |  |  |                                   |   |   |  |  |   |   |                                   |  |
| Address   |   | Telephone No. 575-397-8216   |  |  |                                   |   |   |  |  |   |   |                                   |  |
| Facility Name AMAX 24 #8 CTB  |   |  |  |  |                                   | Facility Type Gathering                         |   |  |  |   |   |                                   |  |
| Surface Owner BLM Mineral Owner                                     |   |  |  |  |                                   | I   |   |  |  | Lease No.   |   |                                   |  |
|   |   |  |  | LOCA   | TIO                               | N OF REI  | LEASE   | _  |  |   |   |                                   |  |
| Unit Letter   | Section   | Township   | Range  | Feet from the  | North                             | /South Line                                     | Feet from the   | East/  | West Lin   | e County  |   |                                   |  |
|   | 24  | 235  | 31E  |  |                                   |   |   |  |  | Eddy Cou  | nty, NI                                   | А                                 |  |
|   |   | L  | atitude_   | 32.28895   | 5                                 | ]   | Longitude   | 103.2  | <u>73888</u>   |   |   |                                   |  |
|   |   |  | ·  | NAT  | URE                               | OF RELI   |   |  | 1  |   |   |                                   |  |
| Type of Rele  |   |  |  |  |                                   | Recovered 0 bbls                                |   |  |  |   |   |                                   |  |
| Source of Re  | elease Enc  | Date and Hour of Occurrence D<br>01/24/2012 @ 9:35 a.m.  |  |  | Date ar                           | Date and Hour of Discovery                      |   |  |  |   |   |                                   |  |
| Was Immedi  | ate Notice C  |  |  |  |                                   | If YES, To                                      | Whom?   |  |  |   |   |                                   |  |
|   |   | , LJ   | Yes 🖂  | No 🗌 Not Re  | equired                           | Mike Broto                                      | her-OCD, James  | Amos   | BIM  |   |   |                                   |  |
| By Whom?  | Chancey   | Summers  |  | ······································   |                                   |   | our $02/16/201$   |  |  |   |   |                                   |  |
| Was a Water   |   |  |  |  |                                   |   | lume Impacting t  |  |  |   |   |                                   |  |
|   |   |  | Yes 🛛  | No   |                                   |   | 1 0   |  |  |   |   |                                   |  |
| If a Watercou   | urse was Im   | pacted, Descri   | ibe Fully *  |  |                                   | 1   |   |  |  |   |   |                                   |  |
|   |   | em and Remeo<br>on a frac tank   |  | bbls of oil and p  | roduced                           | water to leak                                   | The end cap wa  | as repla                                     | ced.   | REC   | EIV                                       | ED                                |  |
| Describe Are  | a Affected a  |  |  |  |                                   | TIAD  | <del>9 6 7</del>  | 012  |  |   |   |                                   |  |
| Deserver  |   | ind Cloundp ?  | ionon run  |  |                                   |   |   |  |  |   |   | TESIA                             |  |
| Remediate to  | NMOCD g   | NMOCE  |  |  |                                   | An  | TLOW I  |  |  |   |   |                                   |  |
| regulations al<br>public health<br>should their c<br>or the environ | Il operators a<br>or the envir<br>operations ha<br>nment. In ac | are required to<br>conment. The<br>ave failed to a   | o report an<br>acceptanc<br>dequately<br>CD accept | is true and compl<br>d/or file certain re<br>e of a C-141 repo<br>investigate and re<br>tance of a C-141 r | elease no<br>rt by the<br>mediate | otifications an<br>e NMOCD ma<br>e contaminatio | d perform correc<br>rked as "Final Re<br>on that pose a thre<br>the operator of r | tive act<br>eport" c<br>eat to gr<br>respons | tions for r<br>loes not r<br>round wa<br>ibility for | eleases which<br>elieve the oper<br>ter, surface wa<br>compliance w | may en<br>ator of<br>ter, hui<br>vith any | danger<br>liability<br>nan health |  |
|   |   |  |  |  |                                   | OIL CONSERVATION DIVISION                       |   |  |  |   |   |                                   |  |
| Signature:  |   |  |  |  |                                   | Signed By Mile Brancher                         |   |  |  |   |   |                                   |  |
| Printed Name  | : Chance  | y Summers  |  |  |                                   |   | District Supervise  | or:  |  |   |   |                                   |  |
|   |   |  |  |  |                                   | A<br>Approval Date                              | PR 0 5 201  | R 0 5 2012 Expiration Date:                  |  |   |   |                                   |  |
| E-mail Addea  | ee obor-  | ey_summers@  | Davy com   |  |                                   | Conditions of                                   | Annroval  |  |  |   |   |                                   |  |
| E-mail Addre  | - 2 2 - 1   | Conditions of Approval:<br>Remediation per OCD Rules &<br>Guidelines. SUBMIT REMEDIATION<br>PROPOSAL NOT LATER THAN: |  |  | &<br>0N                           | Attached []                                     |   |  |  |   |   |                                   |  |
| Date: 2<br>Attach Addit   |   |  |  |  |                                   |   |   |  |  |   |   |                                   |  |
|   | •   |  |  |  | P                                 | ROPOSAL   | -12012  |  |  | an  | - [(                                      | 180                               |  |



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

March 22, 2012

RECEIVED MAR 26 2012 NMOCD ARTESIA

Mr. Mike Bratcher New Mexico Oil Conservation Division 811 S. First Street Artesia, NM 88210

Re: Oxy Initial C-141 Notifications for AMAX 24 #8 CTB, Cypress 34 Federal 4H, and Riverbend B-11 Battery

Dear Mr. Bratcher:

On behalf of Oxy USA, BBC International, Inc. is pleased to enclose the initial C-141 notifications for the above referenced sites for your records.

Please let us know if you require any additional information.

Sincerely,

Cap P. Brun

Cliff P. Brunson President

Enclosures

## Bratcher, Mike, EMNRD

| From:    | Chancey Summers@oxy.com  |
|----------|--|
| Sent:    | Thursday, February 16, 2012 11:33 AM   |
| To:      | Chancey_Summers@oxy.com; Dusty_Wilson@oxy.com; Bratcher, Mike, EMNRD;<br>jamos@blm.gov |
| Cc:      | cbrunson@bbcinternational.com; kswinney@bbcinternational.com                           |
| Subject: | Amax 24 # 8 and Cypress 34 Federal 4H  |

All, this email is to inform you of a Reportable leak that Oxy Permian had at the Amax 24 # 8 on January 24, 2012 . Total release was 30 bbls of oil and water mix, with 0 recovered. The leak was due to failure of end cap on rental Frac Tank. Battery is located in Section 24, Township 23s, and Range 31E of Eddy County. Oxy will be performing some initial clean up of the surface soils and gathering soil samples to be tested for impact in the near future. A C-141 will follow. Oxy had an additional reportable leak at the Cypress 34 Fed 4H on January 30, 2012 . Total release was 45 bbls of oil and water mix, with 0 recovered. The leak was due to overfilling

of tank during flowback . Battery is located in Unit D Section 34, Township 23s, and Range 29E of Eddy County. Oxy will be performing some initial clean up of the surface soils and gathering soil samples to be tested for impact in the near future. A C-141 will follow. If you have any questions feel free to reply.

Thank You C.J. Summers HES Specialist Cell # 575-631-9436 Office # 575-397-8216 <u>Chancey Summers@oxy.com</u> "When the blind lead the blind, get out of the way!"