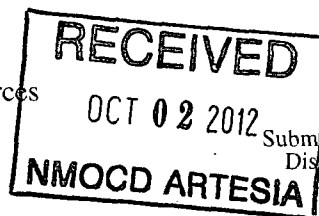


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

| | | | | | |
|---|--|-------------------------------------|--|---|--|
| nJMW/1234632237 | | OPERATOR | | <input type="checkbox"/> Initial Report | <input checked="" type="checkbox"/> Final Report |
| Name of Company OXY USA Inc. 16696 | | Contact Brenda Hodges | | | |
| Address 1017 W. Stanolind Rd. | | Telephone No. (575) 397-8247 | | | |
| Facility Name Mobil Federal #1 | | Facility Type Gas Well | | | |
| Surface Owner | | Mineral Owner | | Lease No. API 30-015-20751 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|-----------|------------|------------|---------------|------------------|---------------|----------------|-------------|
| J | 29 | 23S | 31E | 1980 | S | 1980 | E | Eddy |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|---|---|---|
| Type of Release Flare | Volume of Release 300 MCF | Volume Recovered 0 |
| Source of Release Temp. Flare | Date and Hour of Occurrence 9-21-12 @10:00 AM | Date and Hour of Discovery 9-21-12 10:00 AM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher/ Jim Amos | |
| By Whom? Brenda Hodges, HES Administrative Assistant | Date and Hour 9-25-12 @7:04 AM | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. n/a | |
| If a Watercourse was Impacted, Describe Fully.* n/a | | |
| Describe Cause of Problem and Remedial Action Taken.* Oxy began flaring at the Mobil Federal #1 location due to high line pressure from DCP. | | |
| Describe Area Affected and Cleanup Action Taken.* Return to sales upon purchaser opening their lines | | |

RECEIVED

OCT 02 2012

NMOCD ARTESIA

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.

| | | | |
|--|-------------------------|---|-----------------------------------|
| Signature: <i>Brenda Hodges</i> | | OIL CONSERVATION DIVISION | |
| Printed Name: Brenda Hodges | | Approved by District Supervisor: Accepted for record NMOCD | |
| Title: HES Administrative Assistant | Approval Date: | Expiration Date: | |
| E-mail Address: Brenda_Hodges@oxy.com | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date: 10-01-2012 Phone: (575) 397-8247 | | | |

* Attach Additional Sheets If Necessary

2RP-1443

Hodges, Brenda K (Preferred Personnel)

From: Hodges, Brenda K (Preferred Personnel)
Sent: Tuesday, September 25, 2012 7:04 AM
To: 'mike.bratcher@state.nm.us'; 'jamos@blm.gov'
Cc: Summers, Chancey J; Kendrick, Donald D; Moore, L. Kim; Shaver, Stanley
Subject: Flaring

Good morning,

This is to inform you that Oxy began flaring at Pure Gold A-13, Pure Gold D-1, Mobil Federal #1, & Federal 29 #8 locations on 9-21-12 due to high line pressure.

I will send the appropriate paperwork at the end of the flare event.

Thank you,

Brenda Hodges

OXY HES Administrative Assistant
1017 W. Stanolind Rd
Hobbs, NM 88240
575-397-8247

Bratcher, Mike, EMNRD

From: Brenda_Hodges@oxy.com
Sent: Monday, October 01, 2012 10:58 AM
To: Bratcher, Mike, EMNRD; jamos@blm.gov; Chancey_Summers@oxy.com
Subject: Flaring

Good morning,

This is to inform you that Oxy began flaring at the Pure Gold A-13, Pure Gold D-1, Mobil Federal #1 and Federal 29-8 due to high line pressure. These flares ended on 9-30-12. I will be sending the C-141 and Sundry reports today in the mail.

Thank you,

Brenda Hodges

OXY HES Administrative Assistant
1017 W. Stanolind Rd
Hobbs, NM 88240
575-397-8247

Bratcher, Mike, EMNRD

From: Brenda_Hodges@oxy.com
Sent: Tuesday, September 25, 2012 7:04 AM
To: Bratcher, Mike, EMNRD; jamos@blm.gov
Cc: Chancey_Summers@oxy.com; Donald_Kendrick@oxy.com; Kim_Moore@oxy.com; Stanley_Shaver@oxy.com
Subject: Flaring

Good morning,

This is to inform you that Oxy began flaring at Pure Gold A-13, Pure Gold D-1, Mobil Federal #1, & Federal 29 #8 locations on 9-21-12 due to high line pressure.

I will send the appropriate paperwork at the end of the flare event.

Thank you,

Brenda Hodges

OXY HES Administrative Assistant
1017 W. Stanolind Rd
Hobbs, NM 88240
575-397-8247