

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

Form C-141
Revised October 10, 2003

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

Submit 2 Copies to appropriate
District Office in accordance
with Rule 1 on back
side of form
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Release Notification and Corrective Action

2011 AUG 18 A 12:03

OPERATOR

Initial Report Final Report

nJMW 1327055376

| | | |
|---------------------------------------------|------------------------------------|-----------|
| Name of Company OXY USA WTP LP <i>16696</i> | Contact Thomas Bernal | |
| Address 329 Marathon Rd, Lakewood | Telephone No. (575) 628-4112 | |
| Facility Name INDIAN BASIN GAS PLANT | Facility Type Gas Processing Plant | |
| Surface Owner | Mineral Owner INDIAN BASIN | Lease No. |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| G | 23 | 21-S | 23-E | | | | | Eddy |

Latitude 32°27'52.502" Longitude 104°34'28.004"

NATURE OF RELEASE

| | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|----------------------------|
| Type of Release Gas | Volume of Release 598.6 MCF | Volume Recovered 0 |
| Source of Release | Date and Hour of Occurrence | Date and Hour of Discovery |
| Residue Flare | 8/3/2011 6:14:00 PM | 8/3/2011 6:14:00 PM |
| Was Immediate Notice Given? | If YES, To Whom? | |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | Mike Bratcher | |
| By Whom? Sandy Ballard | Date and Hour 8/04/2011 9:00AM | |
| Was a Watercourse Reached? | If YES, Volume Impacting the Watercourse. | |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | | |
| If a Watercourse was Impacted, Describe Fully.* | | |
| Describe Cause of Problem and Remedial Action Taken.* | | |
| Cause: FLARED RESIDUE GAS STREAM 35 MINUTES ON HIGH OXYGEN CONTENT. Remedial Action Taken: Operations sampled inlet gathering line for excessive O2. Due to the short duration of the flare event the source of O2 could not be determined. | | |
| Describe Area Affected and Cleanup Action Taken.* | | |
| NA | | |

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AUG 22 2011
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>Sandy Ballard</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Sandy J Ballard | Approved by District Supervisor: | Accepted for record NMOCD |
| Title: HES SPECIALIST | Approval Date: SEP 27 2013 | Expiration Date: |
| E-mail Address: sandy_ballard@oxy.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 8-4-2011 Phone: 575-513-8020 | | |

* Attach Additional Sheets If Necessary

fJMW 1327034125 iJMW 1327055815 ZRP-1949