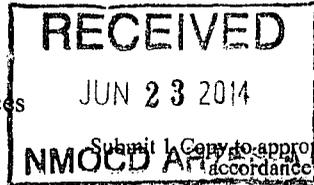


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 August 8, 2011

Release Notification and Corrective Action

n HMP 1417639855

OPERATOR Initial Report Final Report

| | | | |
|-----------------|---------------------------------------|---------------|-------------------------------------|
| Name of Company | Oxy Permian Ltd. <i>16096</i> | Contact | Chancey Summers |
| Address | 1017 W. Stanolind Rd, Hobbs, NM 88240 | Telephone No. | (575) 397-8216 |
| Facility Name | Riverbend B Federal #8 SWD Battery | Facility Type | Battery |
| Surface Owner | BLM | Mineral Owner | API No. 30-015-28390 (nearest well) |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|-----------------|
| D | 23 | 24S | 29E | | | | | Eddy County, NM |

Latitude N 32.20871° Longitude W 103.96273°

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|---|----------------------------|----------|
| Type of Release | Produced water | Volume of Release | 240 bbls | Volume Recovered | 230 bbls |
| Source of Release | Fatigue on a 4" poly line from the well to the battery | Date and Hour of Occurrence | 06/03/2014 | Date and Hour of Discovery | |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | Mike Bratcher, NMOCD and Jennifer VanCuren, BLM | | |
| By Whom? | Kathy Purvis, BBC International | Date and Hour | 06/04/2014 @ 9:40 am | | |
| Was a Watercourse Reached? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | | | |

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Fatigue on a 4" poly line from the well to the battery caused 240 bbls of produced water to leak onto the ground. A vacuum truck recovered 230 bbls of produced water and the line was repaired or replaced.

Describe Area Affected and Cleanup Action Taken.*

The affected area is 20' x 50' inside the containment area. Remediation will be completed in accordance with a remediation plan approved by NMOCD and the BLM.

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: | OIL CONSERVATION DIVISION | |
| Printed Name: Chancey Summers | Approved by Environmental Specialist: | |
| Title: HES Specialist | Approval Date: <i>6/25/14</i> | Expiration Date: <i>NA</i> |
| E-mail Address: Chancey.Summers@oxy.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: <i>6-23-14</i> Phone: (575) 397-8216 | Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN: | |

* Attach Additional Sheets If Necessary

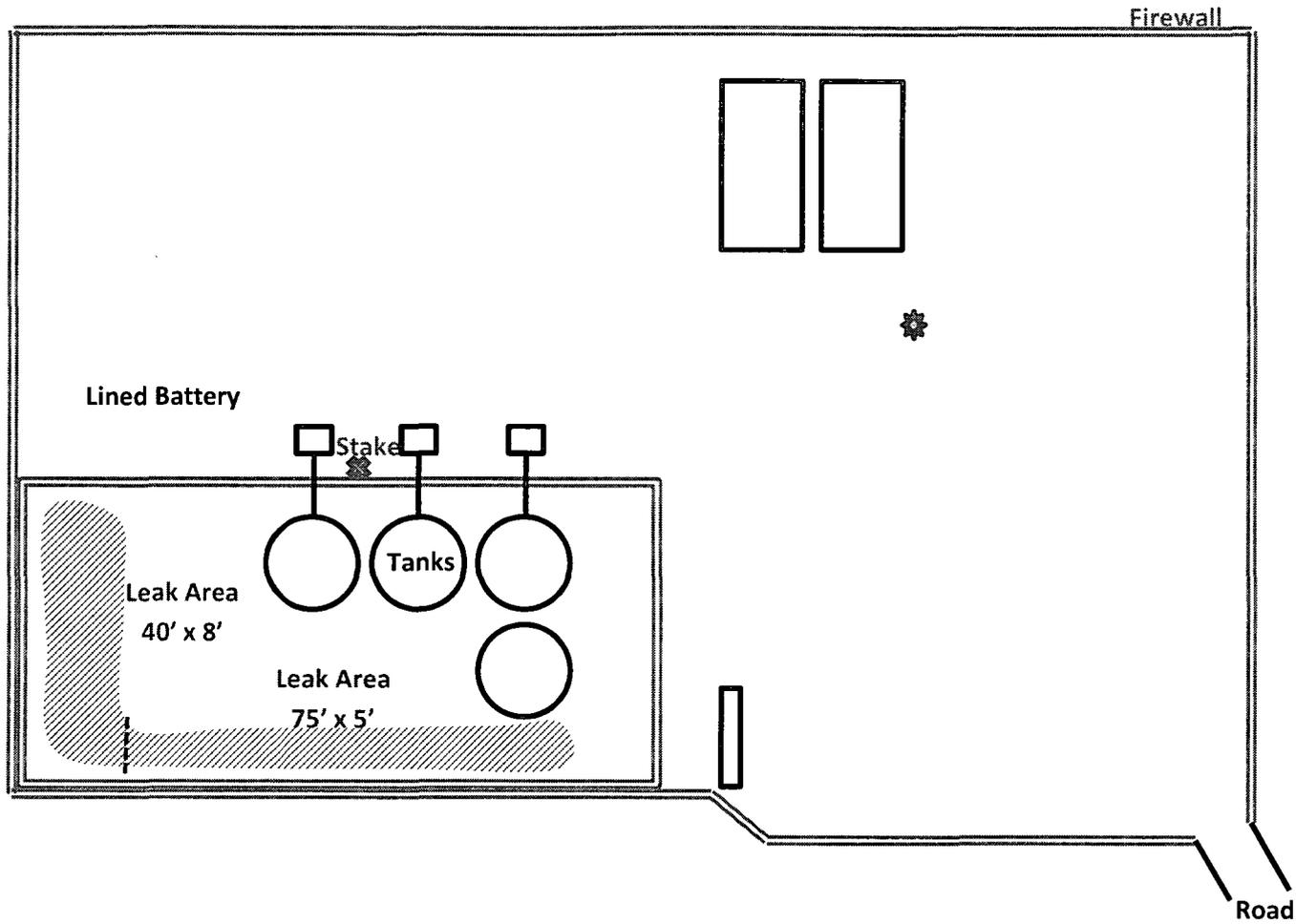
PROPOSAL NO LATER THAN:

7/25/14

28P-2358



Oxy
Riverbend Federal #8 SWD Battery



U/L D, Section 23, T24S, R29E
Eddy County, NM
N 32.20884° W 103.96304°
API# 30-015-28390 (nearest well)

| | |
|----------------------------------|--------------------|
| BBC International, Inc. | |
| Oxy | |
| Riverbend Federal #8 SWD Battery | |
| Date: 06/20/2014 | DRWG by: K. Purvis |
| NOT TO SCALE | File: Oxy 2014 |

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Monday, June 23, 2014 4:28 PM
To: Bratcher, Mike, EMNRD; jvancure@blm.gov
Cc: C J Summers; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Initial C-141, Riverbend B Federal #8 SWD Battery
Attachments: Initial C-141, Riverbend B Fed #8 SWD Btry.pdf; Site DRWG, Riverbend Fed #8 SWD Btry.docx

Attached is the initial C-141 for a leak that occurred at the Riverbend B Federal #8 SWD Battery on 06/03/2014 in Eddy County, NM. Receipt notification via email is greatly appreciated. Attached is also a site drawing. This leak stayed on location inside a lined battery.

Kathy Purvis

BBC International, Inc.
1324 W. Marland
Hobbs, NM 88240
Phone: (575) 397-6388
Fax: (575) 397-0397
Email: kathy@bbcinternational.com