

RECEIVED

JUL 23 2013

NMOCD ARTESIA

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

Release Notification and Corrective Action

OPERATOR

Initial Report  Final Report

Name of Company : Oxy Permian LTD (192463)	Contact : Chris Jones
Address : 1502 W. Commerce, Carlsbad, NM 88220	Telephone No. : 575-628-4121
Facility Name : Old Ranch Canyon 7 Federal #1	Facility Type: Well
Surface Owner : Federal	Mineral Owner
API#: Lease #: 30-015-28011 2RP-1593	

LOCATION OF RELEASE

Unit Letter B	Section 7	Township 22S	Range 24E	Feet from the 660'	North/South Line North	Feet from the 1980'	East/West Line East	County: Eddy
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Latitude N 32.41071 Longitude W -104.5342

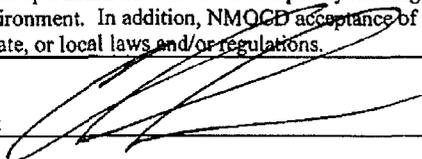
NATURE OF RELEASE

Type of Release : Produced Water	Volume of Release : 60 bbls	Volume Recovered: 25 bbls
Source of Release : Production Line	Date and Hour of Occurrence: 3/12/2013	Date and Hour of Discovery: 3/12/2013
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? OCD/Mike Bratcher & BLM/Jim Amos	
By Whom: Nick Borovsky 575-200-7291	Date and Hour : 3/12/2013 10:18 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.\* A 6-inch steel flow line was found to be leaking due to corrosion causing a release of 60 barrels of produced water. A vac truck was immediately called to the location and recovered 25 barrels. The flow line was isolated, drained of all fluids, replaced and returned to service. The spill area measures approximately 300-feet long by 20 to 3 feet wide in areas.

Describe Area Affected and Cleanup Action Taken.\* Talon/LPE was contracted for the correction of this release. The impacted area from sample location S-1 and S-3 of this release was excavated to a depth of 1-foot deep. The impacted soil was transported to Lea Land, LLC, an approved NMOCD disposal facility. Analytical testing was completed and following NMOCD approval of the confirmation sample, the excavation was backfilled to grade using new material. The area was contoured to match the surrounding location and seeded on 7/1/2013 using BLM seed mix Falcon Rocky.

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Chris Jones	Approved by District Supervisor: 	
Title: HES Specialist	Approval Date: 5/6/15	Expiration Date: N/A
E-mail Address: Christopher_Jones@oxy.com	Conditions of Approval: <u>Final</u>	Attached <input type="checkbox"/>
Date: 7/22/2013 Phone: 575-628-4121		

\* Attach Additional Sheets If Necessary

2RP-1593