

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

NM OIL CONSERVATION
ARTESIA DISTRICT

SEP 22 2016

Form C-141
Revised August 8, 2011

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

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.
RECEIVED

Release Notification and Corrective Action

NAB1626755648 **192403**

| | | | |
|-----------------|--------------------------------|--|--|
| OPERATOR | | <input checked="" type="checkbox"/> Initial Report | <input checked="" type="checkbox"/> Final Report |
| Name of Company | Oxy Permian Ltd. | Contact | Casey Summers |
| Address | PO Box 4294; Houston, TX 77210 | Telephone No. | (575) 513-8289 |
| Facility Name | Piglet 21 State #5 Satellite | Facility Type | Satellite |
| Surface Owner | State | Mineral Owner | API No. 30-015-39500 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|-----------------|
| N | 21 | 17S | 28E | | | | | Eddy County, NM |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|---|----------------------------|----------|
| Type of Release | Produced water | Volume of Release | 190 bbls | Volume Recovered | 190 bbls |
| Source of Release | Flanged ball valve on a water dump line was leaking | Date and Hour of Occurrence | 09/21/2016 | 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, Heather Patterson- NMOCD | | |
| By Whom? | Kathy Purvis | Date and Hour | 09/12/2016 @ 9:17 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.*

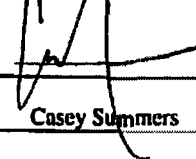
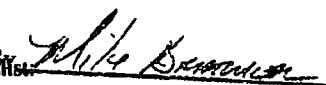
Describe Cause of Problem and Remedial Action Taken.*

A flanged ball valve on the water dump line leaked 190 bbls of produced water into a solid above ground rhino lined containment on location. Leak was stopped and a vacuum truck recovered all the fluids.

Describe Area Affected and Cleanup Action Taken.*

The affected area is on location inside solid above ground rhino lined containment. Remediation was completed by recovering all the fluids from inside the lined containment.

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.

| | |
|--|---|
| OIL CONSERVATION DIVISION | |
| Signature:  | Approved by Environmental Specialist:  |
| Printed Name: Casey Summers | Approval Date: 9/23/16 Expiration Date: N/A |
| Title: NM Environmental Advisor | Conditions of Approval: FINAL Attached <input type="checkbox"/> |
| E-mail Address: Casey.Summers@oxy.com | |
| Date: 9-22-16 Phone: (575) 513-8289 | |

* Attach Additional Sheets If Necessary

2RP-3904

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Thursday, September 22, 2016 2:23 PM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD
Cc: Casey_Summers@oxy.com; jennifer_duarte@oxy.com; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com
Subject: Piglet 21 State #5 Satellite
Attachments: Initial and Final C-141, Piglet 21 State #5 Satellite.pdf

Attached is the initial/final C-141 for a leak that occurred inside the above-ground rhino-lined containment at the Piglet 21 State #5 Satellite on 09/21/2016 in Eddy County, NM. Receipt notification via email is greatly appreciated.

Kathy Purvis

BBC International, Inc.
1324 W. Marland Blvd.
Hobbs, NM 88240
Business: (575) 397-6388
Cell: (575) 441-8619
kathy@bbcinternational.com

Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>
Sent: Thursday, September 22, 2016 9:17 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD
Cc: Casey_Summers@oxy.com; jennifer_duarte@oxy.com; cbrunson@bbcinternational.com; kswinney@bbcinternational.com; jgilkey@bbcinternational.com; kathy@bbcinternational.com
Subject: Piglet 21 State #5 Satellite

This is to inform you that Oxy Permian had a release at the Piglet 21 State #5 Satellite on September 21, 2016. Oxy released 190 bbls of produced water due to a leak of the flanged ball valve on a water dump line. The preliminary report states that the entire leak is on location inside a lined containment. All fluids were recovered. The release is located in Section 21, T17S, R28E in Eddy County, NM. Driving directions: From Artesia, go east on US82 for 13 miles, turn left on CR208 and go 1.25 miles, turn left at lease road and go 0.75 mile, turn left on lease road and go 0.25 mile, satellite is on the left side of the road. GPS coordinates are not available at this time. API# 30-015-39500

Kathy Purvis

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