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

incident - 1 PACO 7 07523932

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

Name of Company Occidental Permian Limited Partnership	Contact Steven M. Bishop									
Address 1017 West Stanolind Road, Hobbs, N.M. 88240		Telephone No. (505) 397-8251								
Facility Name South Hobbs Unit #33	Facility Type Production	Facility Type Production								
Surface Owner Occidental Permian LTD. Mineral Own	Lease No.									
LOCATION OF RELEASE API \$3002 5 076000000										
		East/West Line County								
'G' 4 19-S 38-E		LEA								
Latitude 32°41'15.90" Longitude 103°10'49.40" NATURE OF RELEASE										
Type of Release	Volume of Release									
Injection water	35 bbls water	21 bbls water								
Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery								
3" steel injection line Was Immediate Notice Given?	02/26/2007 12:00 PM If YES, To Whom?	02/26/2007 12:00 PM								
☐ Yes ☐ No ☐ Not Require										
By Whom?	Date and Hour	Date and Hour								
Steven M. Bishop	02/26/2007 02:53 PM									
Was a Watercourse Reached? ☐ Yes ☒ No	N/A	If YES, Volume Impacting the Watercourse. N/A								
If a Watercourse was Impacted, Describe Fully.*										
If a watercourse was impacted, Describe Fairy.										
Describe Cause of Problem and Remedial Action Taken.* Operators discovered a leak just south of South Hobbs Unit Injection Well #33. Shut valves on injection header inside building #1 going to South Hobbs Unit Injection Well #33, and wellhead valves to stop leak. Recovered 21 bbls of injection water via vacuum truck.										
Describe Area Affected and Cleanup Action Taken.* Spilled fluid ran approximately 300' to the south of South Hobbs Unit Well #33. Fluid ran across sandy pasture and accumulated in a corner of the Nolan H Brunson yard southwest of the spill site. Area affected outside of NHB yard is owned by Occidental Permian LTD and is used primarily for oil and gas production. Area will be remediated to NMOCD spill guidelines.										
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: STEVON MI, BISTRO	OIL CONSERVATION DIVISION									
Printed Name: Steven M. Bishop	Approved by District Supervisor:									
Title: HES Technician	Approval Date: 315.07	Expiration Date:								
E-mail Address: Steven_Bishop@oxy.com	Conditions of Approval:	Attached								
Date: 02/27/2007 Phone: (505) 397-8251										
* Attach Additional Sheets If Necessary	application	-pPAC0707524029								



February 27, 2007

New Mexico Oil Conservation Division District I 1625 N. French Drive Hobbs, New Mexico 88240

Attn: Environmental Engineering

RE: Remediation Plan

South Hobbs Unit #33 3" Steel Injection Line

UL 'G', Sec. 4, T-19-S, R-38-E

Leak occurred on 02/26/2007, at approximately 12:00 PM. A 3" steel injection line used to transfer water from South Hobbs Unit Injection Building #1 to the South Hobbs Unit Well #33 developed a hole causing spill. Valves on both ends of the line were shut to isolate leak. The normal rate for the South Hobbs Unit well #33 is approximately 1600 bbls/day at a pressure of about 1000 psig. The area affected by this spill is an area measuring approximately 60' wide and 300' long, at the widest points, to the south of South Hobbs Unit #33. An estimated 35 barrels of injection water was spilled. Approximately 21 bbls of water was recovered via vacuum truck. Occidental Permian LTD. is the surface owner and utilizes for the sole purpose of oil and gas production. The area consists of sand, rocks and normal vegetation. Depth to ground water according to State Engineers Office is an average of 48', for all wells in the area, giving this spill site a ranking of 20. Remediation of the spill site will be as follows:

- 1. Piping will be excavated and repaired.
- 2. Affected area will be excavated and soil will be disposed of at Sundance Services, Parabo Faciltiy near Eunice, NM.
- 3. Soil samples will be gathered from affected area.
- 4. NMOCD guidelines will be used to insure entire site is in compliance with guidelines.
- 5. Any soils removed will be replaced with clean fresh soils, where needed.

6. Soil analysis data will be submitted with final closure letter.

If you have any questions, or if I can be of further assistance, please contact me at (505) 397-8251.

Steven M. Bishop

HES Tech/WSAH RMT

Steven Bishop@oxy.com

(505) 397-8251

Attachments: Initial C-141

STOVEN M. BUSHOP

Hand drawn map of spill area

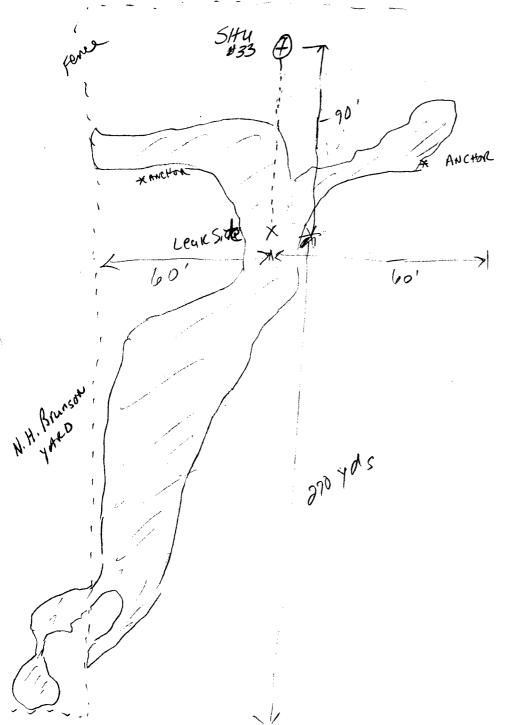
South Hobbs Unit Water Analysis taken at South Hobbs Unit Central T/B

Pet Capertin 2:53PM

SPILL MAP

2/26/07 PLEASE DRAW SKETCH OF SPILL AND INDICATE WHERE SPILL ORIGINATED.

41 G' See 4 T-19-5 R-38.E INSECTION WATER SPILL SHU # 3 3 INSECTION LEAK SPILL O x 35 6W N820 41'24.10" W1030 04'00.90" Rec 0 x 21 6W



MITCHELL ANALYTICAL LABORATORY

2638 Faudree XOdessa, Texas 79765-8538 561-5579

Company:	Nalco Energy Services									
Well Number: Lease: Location:	SHU Water Sta. H-Pump OXY			Sample Temp: Date Sampled: Sampled by:	d: 1/29/20	70 1/29/2007 Kevin Chiles				
Date Run: Lab Ref #:		2/2/2007 07-feb-n32937			Employee #: Analyzed by:	DOM				
Dissolved Gases										
						Mg/L	Eq. Wt.	MEq/L		
Hydrogen Sulf Carbon Dioxid Dissolved Oxy	le	(H2S) (CO2) (O2)		NOT ANA		206.00	16.00	12.88		
Cations										
Calcium		(Ca++)			538.68	20.10	26.80		
Magnesium		(Mg++	-)			43.92	12.20	3.60		
Sodium		(Na+)				3,059.39	23.00	133.02		
Barium		(Ba++)							
				NOT ANA	LYZED					
Manganese		(Mn+)				.03	27.50	.00		
Anions										
Hydroxyl		(OH-)				.00	17.00	.00		
Carbonate		(CO3=)			96.00	30.00	3.20		
BiCarbonate		(HCO3	-)			1,246.44	61.10	20.40		
Sulfate		(SO4=)			690.00	48.80	14.14		
Chloride		(CI-)				4,461.90	35.50	125.69		
Total Iron Total Dissolved	d Solic	(Fe)				0.16 10,342.53	18.60	.01		
Total Hardness						1,526.77				
Conductivity M			CM			13,000				
рH	8.310				Specifi	c Gravity 60/	60 F.	1.007		
CaSO4 Solubility @ 80 F. 14.6		58	MEq/L,	CaSO4 s	CaSO4 scale is unlikely					
CaCO3 Scale Index										
70.0	1.9	93	100.0	2.343	130.0	2.85	3			
80.0	2.1	.23	110.0	2.583	140.0	2.85	3			
90.0	2.3	43	120.0	2.583	150.0	3.08	3			