

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

RECEIVED

Form C-141
Revised October 10, 2003

JUN 25 2009
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

HOBBSOCD

Release Notification and Corrective Action

OPERATOR

Initial Report

Final Report

| | |
|------------------------------|------------------------------|
| Name of Company Oxy USA WTP | Contact Dusty Wilson |
| Address 1017 W. Stanolind Rd | Telephone No. (575) 397-8247 |
| Facility Name MLMU # 253 | Facility Type WELL SITE |

| | | |
|---------------------------|-------------------|-------------------------|
| Surface Owner KELLY MYERS | Mineral Owner OXY | Lease No. 30-025- 29655 |
|---------------------------|-------------------|-------------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| K | 29 | 23S | 37E | 1330 | SOUTH | 1330 | WEST | Lea |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|--------------------------------------|
| Type of Release PRODUCE WATER | Volume of Release 10 BBLS | Volume Recovered 9 BBLS |
| Source of Release FLOW LINE | Date and Hour of Occurrence 1/31/2009 | Date and Hour of Discovery 1/31/2009 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? BUDDY HILL | |
| By Whom? DUSTY WILSON | Date and Hour 2/2/2009 @ 1500 HRS | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. n/a | |

If a Watercourse was Impacted, Describe Fully.*

N/A

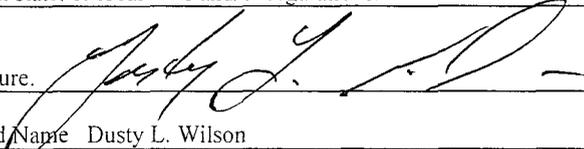
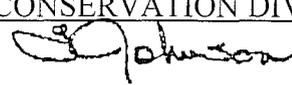
Describe Cause of Problem and Remedial Action Taken.*

FLOW LINE SEPARATED DUE TO FREEZING. VAC TRUCK USED TO PICK UP STANDING FLUIDS. FURTHER REMEDIATION TO BE DETERMINED.

Describe Area Affected and Cleanup Action Taken.*

Remediate to NMOCD Requirements.

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 Dusty L. Wilson | Approved by District Supervisor  ENVIRONMENTAL ENGINEER | |
| Title: HES Specialist | Approval Date: 6.24.10 | Expiration Date: 8.24.10 |
| E-mail Address: dusty_wilson@oxy.com | Conditions of Approval | Attached <input type="checkbox"/> |
| Date: 02/09/2009 Phone: (575) 397-8210 | SUBMIT FINAL C-141 w/ Docs BY 1PP# 10.6.2571 | |

• Attach Additional Sheets If Necessary

nLWJ 1017650366
PLWJ 1017650649