

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

Submit 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 : McKittrick 11-5 SWD Facility | Facility Type: SWD Facility |
| Surface Owner : | Mineral Owner |
| | Lease No. : NM 53219 API#: 30-015-33611 |

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|------------|
| Unit Letter L | Section 11 | Township 22S | Range 24E | Feet from the | North/South Line | Feet from the | East/West Line | County LEA |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|------------|

Latitude 32.40989 Longitude 104.47355

NATURE OF RELEASE

| | | |
|--|--|---------------------------------------|
| Type of Release : Produced Water | Volume of Release : 100 bbls | Volume Recovered: -0- |
| Source of Release : Valve malfunctioned | Date and Hour of Occurrence: 8/22/2014 | Date and Hour of Discovery: 8/22/2014 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? email: OCD & BLM: Jim Amos | |
| By Whom? Chris Jones | Date and Hour : 8/25/2014 | |
| 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.* The valve malfunctioned causing the tanks to overflow releasing 100 barrels of produced water inside the facility. No fluids were recovered. The valve was repaired and the wells put back into service. The area affected was inside the facility. The impacted area measures approximately 10x80 feet.

Describe Area Affected and Cleanup Action Taken.* Talon/LPE was contacted to complete the site assessment. Grab soil samples were collected. The lab results are attached along with a site map. The soil testing results are under the Recommended Remedial Action Levels (RRAL's). No further actions are required.

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: Chris Jones | | OIL CONSERVATION DIVISION | |
| Printed Name: Chris Jones | | | |
| Title: HES Specialist | Approval Date: 9/23/2014 | Expiration Date: NA | |
| E-mail Address: Christopher_Jones@oxy.com | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date: 9/18/2014 Phone: 575-628-4121 | FINAL | | |

* Attach Additional Sheets If Necessary