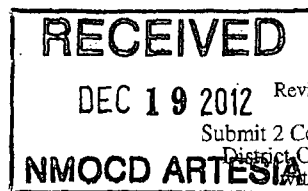


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

ANLB123545648 OPERATOR ☒ Initial Report ☐ Final Report

| | | | |
|-----------------|---------------------------------|---------------|----------------|
| Name of Company | Oxy Permian Ltd. | Contact | CI Summers |
| Address | 1017 W. Stanolind Rd, Hobbs, NM | Telephone No. | (575) 397-8216 |
| Facility Name | Sterling Silver 3 #6 CTB | Facility Type | Gathering |
| Surface Owner | BLM | Mineral Owner | |
| | | Lease No. | 30-015-27638 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| F | 3 | 24S | 31E | 1980' | North | 2310' | West | Eddy |

Latitude N 32.24782° Longitude W 103.76716°

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|---------------------------------|----------------------------|--------|
| Type of Release | Oil | Volume of Release | 65 bbls | Volume Recovered | 0 bbls |
| Source of Release | 1" valve was left open | Date and Hour of Occurrence | 12/06/2011 | 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-OCD; Jim Amos-BLM | | |
| By Whom? | Dusty Wilson | Date and Hour | 12/7/2011 @ 3:46 pm | | |
| 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.*


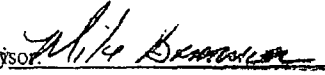
Describe Cause of Problem and Remedial Action Taken.*

A 1" valve was left open causing 65 bbls of oil to leak onto the ground. 0 bbls of oil were recovered. The valve was closed.

Describe Area Affected and Cleanup Action Taken.*

The areas affected are approximately 125' x 20' on location and 100' x 20' off location. Further remediation will be conducted in accordance with OCD and BLM approved remediation plans.

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: Chancey Summers | Approved by District Supervisor:  | |
| Title: HES Specialist | Approval Date: DEC 19 2012 | Expiration Date: |
| E-mail Address: Chancey.Summers@oxy.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 12-18-12 | Phone: (575) 397-8216 | |

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**
Proposal has been submitted
and approved

2 RP-
1403