

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

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

Form C-141
Revised August 8, 2011

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

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | | | |
|-----------------|---------------------------------------|---------------|-----------------------------------|
| Name of Company | Oxy Permian Ltd. | Contact | Chancey Summers |
| Address | 1017 W. Stanolind Rd, Hobbs, NM 88240 | Telephone No. | (575) 397-8216 |
| Facility Name | Federal 12 #1 South CTB | Facility Type | Gathering |
| Surface Owner | BLM | Mineral Owner | API No.30-015-26742(nearest well) |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|-----------------|
| | 12 | 22S | 31E | | | | | Eddy County, NM |

Latitude _____ Longitude _____

NATURE OF RELEASE

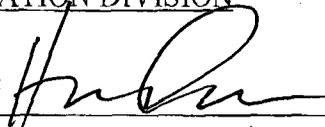
| | | | | | |
|-----------------------------|---|---|--|----------------------------|--------|
| Type of Release | Produced Water | Volume of Release | 15 bbls | Volume Recovered | 0 bbls |
| Source of Release | Pump failure caused tank overflow | Date and Hour of Occurrence | 11/20/2013 | Date and Hour 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-NMOCD; Jennifer Van Curen- BLM | | |
| By Whom? | Chancey Summers | Date and Hour | 11/20/13 @ 1:00 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.*
The electric motor on the overload connected to the pump went out causing the pump to fail and the water production tank to overflow. The overflow caused 15 bbls of produced water to leak onto the ground. No fluids were recovered and the motor was repaired/replaced.

Describe Area Affected and Cleanup Action Taken.*
The affected area is approximately 30' x 30' on location. Remediation was completed in accordance with the remediation plan approved by Mike Bratcher of NMOCD in a meeting on 02/19/2014 and approved by Jennifer Van Curen of the BLM via email on 02/24/2014.

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 Environmental Specialist: |  |
| Title: | HES Specialist | Approval Date: | 8/22/14 |
| E-mail Address: | Chancey.Summers@oxy.com | Expiration Date: | NA |
| Date: | 4-29-14 | Conditions of Approval: | Final |
| Phone: | (575) 397-8216 | Attached | <input type="checkbox"/> |

* Attach Additional Sheets If Necessary

2RP-2099