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

		OPERATO	R	Initial Report	Final Report
Name of Company Oxy Permian Ltd.	Contact Chris	topher Jones			
Address 1502 W. Commerce Dr., Carlsbad, I	Telephone No.	(575) 628-4121			
Facility Name Old Ranch Knoll 8 Federal #6		Facility Type			
· · · · · · · · · · · · · · · · · · ·	· <u> </u>				
Surface Owner BLM	Mineral Owner	•		Lease No. AP1#30	0-015-32295

LOCATION OF RELEASE								
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	8	225	24E	2120	North	1600	East	Eddy County, NM

Latitude <u>N 32.40723°</u> Longitude <u>W 104.51700</u>

NATURE OF RELEASE

Type of Release Produced water	Volume of Release 100 bbls	Volume Recovered 70 bbis				
Source of Release 3" steel water line from discharge side of 3 phase separator	Date and Hour of Occurrence Date and Hour of Discovery 1/15/13					
Was Immediate Notice Given?	If YES, To Whom?					
🛛 Yes 🔲 No 🔲 Not Required	Mike Bratcher- OCD, James Amos-	-BLM,				
	Terry Gregston-BLM					
By Whom? Christopher Jones	Date and Hour 1/16/13 @, 7:20 at					
Was a Watercourse Reached?	If YES, Volume Impacting the Wate	ercourse.				
Yes 🛛 No		RECEIVED				
If a Watercourse was Impacted, Describe Fully.*						
		AUG 1 2 2013				
		NMOCD ARTESIA				
Describe Cause of Problem and Remedial Action Taken.* A 3" steel water line from the discharge side of the 3 phase separator broke causing 100 bbls of produced water to leak onto the ground. 70 bbls were recovered via vacuum truck. The well is going to be plugged.						
Describe Area Affected and Cleanup Action Taken.* The area affected is approximately 175' x 80'. A 3" steel water line from the discharge side of the 3 phase separator broke causing 100 bbls of produced water to leak onto the ground. 70 bbls were recovered via vacuum truck. The well is going to be plugged. Remediation was completed in accordance with a remediation plan approved by Mike Bratcher of NMOCD via email on 04/05/2013 and approved by James Amos of the BLM via email on 04/12/2013.						
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 CONSERV	ATION DIVISION				
Printed Name: Christopher Jones	Ţ	ryan				
Title: HES Specialist	pproval Date: 8/27/14 F	Expiration Date: NA				

Title: HES Specialist			Approval Date: 8/27/19 Expiration Date: N/+		
	E-mail Address: Christopher_Jones@ Date: 8-9-13		Conditions of Approval:	Attached	
*	Attach Additional Sheets If Necessa	ry	2RF	2-1522	