

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

30-015-27509

Release Notification and Corrective Action

n MLB0530649412

OPERATOR

☒ Initial Report ☐ Final Report

| | |
|---|-----------------------------|
| Name of Company OXY USA 192463 | Contact Timothy Houghtaling |
| Address 1017 W. Stanolind Rd. Hobbs, NM 88240 | Telephone No. 505-441-4908 |
| Facility Name Big Walt 2 state #2 | Facility Type well location |

| | | |
|-----------------------------|-----------------------|------------------------|
| Surface Owner Unknown State | Mineral Owner OXY USA | Lease No. State V-2678 |
|-----------------------------|-----------------------|------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|--------------|----------------------|---------------------|-----------------------|---------------------------|-----------------------|------------------------|----------------|
| Unit Letter J | Section 2 | Township 22 south | Range 24 east | Feet from the 1650 | North/South Line south | Feet from the 1980 | East/West Line East | County Eddy |
|------------------|--------------|----------------------|---------------------|-----------------------|---------------------------|-----------------------|------------------------|----------------|

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release Un Authorized Dumping | Volume of Release 60BBLS Water 4BBLS Oil | Volume Recovered 30bbls Mixed fluid |
| Source of Release Flow line breakage | Date and Hour of Occurrence 10-23-05 8:00am approximatley | Date and Hour of Discovery 10-23-05 9:00am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher | |
| By Whom? Timothy Houghtaling | Date and Hour See above | |
| 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.*

no

Describe Cause of Problem and Remedial Action Taken.*

. Flow line broke where it went into a 90, and then pulled apart and broke a check valve. Fixed Leak with new parts. Had a vacumm truck suck up all pools of fluid.

Describe Area Affected and Cleanup Action Taken.*

. Area affected was well location and pasture were water and small amounts of oil ran off of location. Vacumm truck sucked up all avaialbe fluid. Spread area with oil and water absorbent material. Had backhoe back drag location and clean up around location.

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: <i>Timothy D. Houghtaling</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Timothy D. Houghtaling | Approved by District Supervisor: TIM GUM by MB <i>Mike Bratcher</i> | |
| Title: Production Tech | Approval Date: <i>11/2/05</i> | Expiration Date: <i>N/A</i> |
| E-mail Address | Conditions of Approval: | Attached <input checked="" type="checkbox"/> |
| Date: Phone: 505-441-4908 | | |

* Attach Additional Sheets to Back of Form



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Oxy USA
1017 W. Standolind Rd.
Hobbs, NM 88240

November 2, 2005

Re: Big Walt 2 State 002

J-2-22s-24e

API: 30-015-27509

The New Mexico Oil Conservation Division District II Office (NMOCD) is in receipt of an Initial Report C-141 reporting a produced fluids release that occurred on 10/23/2005 at or near the above referenced well site.

Please submit a Corrective Action Work Plan to this office for correction/remediation of this release. Please use the "Guidelines For Remediation of Leaks, Spills, and Releases" as your guide.

This document may be found on the NMOCD web site: www.emnrd.state.nm.us/ocd, under Publications/Environmental Handbook/Miscellaneous Guidelines/Spill Prevention Clean up.

The work plan presented to the NMOCD must include general site characteristics, site ranking score, soil remediation action levels, soil remediation methods, and planned analytical testing for TPH, B-TEX, Chlorides or any other CoCs as applicable.

A Final Report Form C-141 is required to be submitted upon satisfactory completion of project, and must include a report of remediation actions taken with final confirmation sample analysis results attached.

Like approval by BLM required if applicable.

Please have the requested work plan in the Artesia office on or before November 30, 2005. The NMOCD District II Office must be notified 24 hours prior to commencement of remediation actions and prior to samples being obtained where analysis of such samples are to be submitted to the NMOCD.

In the event that a satisfactory response is not received to this letter further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of NMOCD rules.

If I can be of assistance in this matter, my contact information is listed below.

Sincerely,

Mike Bratcher

NMOCD District 2

1301 W. Grand Ave.

Artesia, NM 88210

(505) 748-1283 Ext. 108

(505) 626-0857

mbratcher@state.nm.com

NMOCD Incident Number: nMLB0530649412