

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

NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141
Revised August 8, 2011

DEC 31 2015
Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

NAB1100557588 OPERATOR ☒ Initial Report ☐ Final Report

| | | | |
|-----------------|----------------------------------|---------------|----------------|
| Name of Company | Oxy Permian Ltd. | Contact | Casey Summers |
| Address | 6 Desta Drive, Midland, TX 79705 | Telephone No. | (575) 513-8289 |
| Facility Name | Cedar Canyon 28 Federal #6 | Facility Type | New drill pad |
| Surface Owner | BLM | Mineral Owner | |
| | | API No. | 30-015-43234 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|-----------------|
| I | 28 | 24S | 29E | | | | | Eddy County, NM |

Latitude N 32.18604° Longitude W 103.98119°

NATURE OF RELEASE

| | | | | | |
|-----------------------------|-----------------------------------------------------------------------------------------------------------|-------------------------------------------|-----------------------------------------------------------|----------------------------|----------|
| Type of Release | Oil | Volume of Release | 215 bbls | Volume Recovered | 117 bbls |
| Source of Release | Manhole cover on rental frac tank was left untightened | Date and Hour of Occurrence | 12/20/2015 | 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, Heather Patterson-NMOCD; Shelly Tucker-BLM | | |
| By Whom? | Kathy Purvis @ BBC International | Date and Hour | 12/21/2015 @ 1:02 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 manhole cover on a rental frac tank was left untightened spilling 215 bbls of oil onto the ground. A vacuum truck recovered 117 bbls of oil and the manhole cover was tightened.

Describe Area Affected and Cleanup Action Taken.*

The affected area is approximately 200' x 200' on location. Remediation will be completed in accordance with a remediation plan approved by both NMOCD and the BLM.

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: <u>Casey Summers</u> | OIL CONSERVATION DIVISION | |
| Printed Name: Casey Summers | Approved by Environmental Specialist: <u>[Signature]</u> | |
| Title: NM Environmental Advisor | Approval Date: <u>1/5/16</u> | Expiration Date: <u>NA</u> |
| E-mail Address: Casey.Summers@oxy.com | Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/> SUBMIT REMEDIATION PROPOSAL NO LATER THAN: <u>2/5/16</u> | |
| Date: <u>12/30/15</u> Phone: (575) 513-8289 | | |

* Attach Additional Sheets If Necessary

2RP-3472