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

State of New Mexico Energy Minerals and Natural Resources

OCT 15 2009

RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. NMOCD ARTES Parent Office in accordance

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 side of form Santa Fe, NM 87505 30-015-30263 **Release Notification and Corrective Action** 1KMW 118332 **OPERATOR** ☐ Initial Report Final Report Contact Kelton Beaird Name of Company OXY USA Address 1502 W. Commerce Carlsbad, NM 88220 Telephone No. (O) 575-628-4100 Facility Type Well with tank batteries Facility Name Oxy Chocolate Moose Fed. 1Y Surface Owner BLM Mineral Owner Lease No. **LOCATION OF RELEASE** North/South Line Unit Letter Section Township Feet from the Feet from the East/West Line Range County **EDDY** 20 31E Longitude_ Latitude NATURE OF RELEASE Type of Release Produced Water Volume of Release 49 bbls Volume Recovered 49 Source of Release Tank Batter Date and Hour of Occurrence Date and Hour of Discovery 10-7-09 @ 9:00 pm 10-7-09 @ 10:00pm Was Immediate Notice Given? If YES, To Whom? Mike Bratcher (left message), Jim Amos-BLM By Whom? Kelton Beaird Oxy HES Date and Hour 10-8-09 12:00pm Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Lightning struck the tank battery, causing the Produced Water in the tank to spill out. Describe Area Affected and Cleanup Action Taken.* Area affected was inside the containment around the tanks. This containment was previously lined all around and under the tanks. All released fluid was recovered and no further action will be taken. 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: Approved by Dis Gigmach By is M Printed Name: Kelton Beaird Approval Date: 3 Title: HES Specialist Expiration Date: ~

Conditions of Approval:

* Attach Additional Sheets If Necessary

Date: 10-9-2009

E-mail Address: kelton_beaird@oxy.com

Attached

- LATE ENTRY -