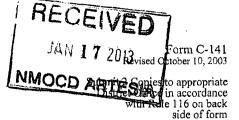
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources

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



1220 S. St. Francis Dr., Santa Fe, NM 87505 Release Notification and Corrective Action **OPERATOR** Initial Report Final Report 197463 Oxy Permian Ltd. Contact Christopher Jones Name of Company 1502 W. Commerce Dr., Carlsbad, NM Telephone No. (575) 628-4121 Address Facility Name Old Ranch Knoll 8 Federal #6 Facility Type Surface Owner BLM Mineral Owner Lease No. API#30-015-32295 LOCATION OF RELEASE Township Feet from the North/South Line Unit Letter Section Range Feet from the East/West Line County G **22S** 24E 2120 North 1600 Eddy County, NM East Latitude N 32.40723° Longitude W 104.51700 NATURE OF RELEASE Type of Release Produced water Volume of Release 100 bbls Volume Recovered 70 bbls Source of Release 3" steel water line from discharge side of 3 phase Date and Hour of Occurrence Date and Hour of Discovery separator 1/15/13 Was Immediate Notice Given? If YES, To Whom? Mike Bratcher- OCD, James Amos-BLM, Terry Gregston-BLM By Whom? Christopher Jones Date and Hour 1/16/13 @ 7:20 am 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.* 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 will be performed in accordance with an OCD and BLM approved remediation plan. 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, MOCD 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 regulation OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Printed Name: Christopher Jones Signed By 3 2013 Title: **HES Specialist** Expiration Date: E-mail Address: Christopher Jones@oxy.com Conditions of Approval: Attached Remediation per OCD Rule & (575) 628-4121 Date: Phone: Guidelines. SUBMIT REMEDIATION

PROPOSAL NO LATER THAN: