Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company Oxy Permian Ltd. Contact Chancey Summers Address 6 Desta Drive, Midland, TX 79705 Telephone No. (432) 685-5824 Facility Name Red Tank 28 Federal #3 SWD Battery Facility Type Batterv BLM Surface Owner Mineral Owner API No. 30-25-31754 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County В 28 22S 32E Lea County, NM Latitude N 32.42960° Longitude W 104.45840° NATURE OF RELEASE Type of Release Produced water Volume of Release 30 bbls Volume Recovered 0 bbls Source of Release Compromised nipple on the suction line of the Date and Hour of Occurrence Date and Hour of Discovery triplex pump 06/28/2015 Was Immediate Notice Given? If YES, To Whom? Yes No Not Required Kellie Jones, NMOCD; Jeffery Robertson, BLM By Whom? Kathy Purvis, BBC International Date and Hour 07/02/2015 @ 2:49 pm Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes 🛛 No If a Watercourse was Impacted, Describe Fully,* RECEIVED By OCD District 1 at 10:30 am, Jul 15, 2015 Describe Cause of Problem and Remedial Action Taken.* A compromised nipple on the suction line of the triplex pump caused 30 bbls of water to leak onto the ground. The nipple was replaced and no fluids were recovered. Describe Area Affected and Cleanup Action Taken.* The affected area is approximately 225' x 75' both on location and to the south of the location. Remediation will be completed in accordance with a remediation plan approved by 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, NMOSD 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, OIL CONSERVATION DIVISION Signature: Jam Kluyer Approved by Environmental Specialist: Printed Name: Chancey Summers Expiration Date: 10/15/2015 Approval Date: 7/15/2015 Title: HES Lead E-mail Address: Chancey Summers@oxy.com Conditions of Approval: Attached Discrete site samples required. Delineate and 7-13-15 Date: Phone: (432) 685-5824 remediate per NMOCD guides. Geotagged ogrid 16696 1RP-3731

* Attach Additional Sheets If Necessary

concurrence.

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photos required. Ensure BLM approval/