

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

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | |
|---|---|
| Name of Company Occidental Permian LTD | Contact Steven M. Bishop |
| Address 1017 West Stanolind Road, Hobbs, N.M. 88240 | Telephone No. (575) 397-8235 |
| Facility Name South Hobbs Unit Satellite #3 | Facility Type Oil and Gas Production Facility |

| | | |
|---------------------------|-------------------|-----------|
| Surface Owner OXY PERMIAN | Mineral Owner OXY | Lease No. |
|---------------------------|-------------------|-----------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|------------------|---------------|---------------|------------------|---------------|----------------|---------------|
| Unit Letter D | Section 10 | Township 19-S | Range 38-E | Feet from the | North/South Line | Feet from the | East/West Line | County Lea |
|------------------|---------------|------------------|---------------|---------------|------------------|---------------|----------------|---------------|

Latitude 32.40'47.05" Longitude 103.08'33.64"

NATURE OF RELEASE

| | | |
|--|--|----------------------------|
| Type of Release Flare | Volume of Release 2720.3 mcf | Volume Recovered 0 |
| Source of Release Flare | Date and Hour of Occurrence | 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? Maxey Brown via C-129 | |
| By Whom? Tony Aguilar | Date and Hour 7/6/2015 at 9:25 AM | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. N/A | |

If a Watercourse was Impacted, Describe Fully.*
N/A

RECEIVED
By JKeyes at 8:53 am, Sep 25, 2015

Describe Cause of Problem and Remedial Action Taken.*

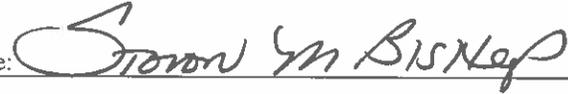
Cause: DCP shut in the gas gathering system to their Eunice Plant, due to their Sulfur Recovery Unit having to be shut down for repair.

Remedial Action Taken: Oxy shut in high GOR wells to reduce volume. DCP reopened gas gathering system after repairs made. Flare eliminated upon opening of gas gathering system.

Describe Area Affected and Cleanup Action Taken.*

All gas burned at flare.

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:  | OIL CONSERVATION DIVISION | |
| Printed Name: Steven M. Bishop | Approved by District Supervisor:  | |
| Title: HES Advisor | Approval Date: 09/25/2015 | Expiration Date: /// |
| E-mail Address: Steven_Bishop@oxy.com | Conditions of Approval: /// | Attached <input type="checkbox"/> |
| Date: 08/24/2015 Phone: (575) 397-8235 | | IRP 3886 |

* Attach Additional Sheets If Necessary

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