District I 1625 N. French Dr., Hobbs, NM 88240 District II	State of New Mexico Energy Minerals and Natural Resources										
1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 ^{´´} <u>District IV</u>		ervation Di h St. Franc		SEP - 2.2008	Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back						
	1220 S. St Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505										
Release Notification and Corrective Action											
N. Commence Oreidentel Dormion I	imited Dorthorship	OPERA Contact Ste		Initi	al Report Final Report						
Name of Company Occidental Permian Limited PartnershipContact Steven M. BishopAddress 1017 West Stanolind Road, Hobbs, N.M. 88240Telephone No. (575) 397-8251											
Facility Name South Hobbs Unit #209		Facility Ty	pe Production		<i>h</i>						
Surface Owner Mr. Dee A. Cochran	Mineral Owner			Lease	to. API 30-025-29522						
	LOCATIC	N OF RE	LEASE								
Unit Letter Section Township Rang	e Feet from the Nort	h/South Line	Feet from the	East/West Line	County						
'C' 8 19-S 38-	E	. <u> </u>			LEA						
Latitude_N <u>32°40`54.40"</u> Longitude_W <u>103°10`14.40"</u>											
NATURE OF RELEASE											
Type of Release Injection water				Volume 0 bbls wa	Recovered						
Source of Release			Hour of Occurrent		Hour of Discovery .						
3" fiberglass injection line Was Immediate Notice Given?		08/25/2008 04:00 PM 08/25/2008 04:00 PM If YES, To Whom? N/A									
By Whom?			Date and Hour								
Was a Watercourse Reached?	N/A If YES, V N/A	If YES, Volume Impacting the Watercourse.									
If a Watercourse was Impacted, Describe Ful	ly.*										
Describe Cause of Problem and Remedial Ac Landowner originally called DCP Midst see if Oxy had lines close. Operators dis inside building #9 going to South Hobbs the time so leak occurred due to an autor Describe Area Affected and Cleanup Action	ream since it was by a D scovered the line went to Unit Injection Well #20 nated valve at the heade	CP blow dow South Hobb 9, and wellh r leaking. Va	vn. Oxy operato s Unit Well #20 ead valves to co alves were shut l	ors were called N 9. Operators shu ntain leak. The v before and after t	Ionday 08/25/2008 evening to at valves on injection header well was not taking water at the automated valve.						
right of way. Fluid ran across grassy pas wide and 600' long but accumulated in a	sture and accumulated at couple of areas. No flu	the west end id was recover	l 600' away fron ered. Area will	n the leak site. F be remediated to	or the most part the area is 20' NMOCD spill guidelines.						
I hereby certify that the information given ab regulations all operators are required to repor public health or the environment The accep should their operations have failed to adequa or the environment In addition, NMOCD ac federal, state, or local laws and/or regulation	rt and/or file certain release tance of a C-141 report by tely investigate and remedi sceptance of a C-141 report	notifications a the NMOCD r ate contamina	and perform corre narked as "Final F tion that pose a th	ctive actions for re Report" does not re reat to ground wate	leases which may endanger lieve the operator of liability er, surface water, human health						
Signature: STOLON 4	2	OIL CONSERVATION DIVISION									
Printed Name: Steven M. Bishop		Approved by DiENVIRONNENTAL ENGINEER									
Title. HES Specialist		Approval Da	ate: 9.5.08	Expiration	Date: 11.5.28						
E-mail Address: Steven_Bishop@oxy.com	Conditions of	Conditions of Approval:									
	Phone: (575) 397-8251	SUBM	T DELINE	ktor to	17CP=1996						
* Attach Additional Sheets If Necessa	ry			RIOR TO	.29.08						

SPILL MAP



MITCHELL ANALYTICAL LABORATORY

2638 Faudree Odessa, Texas 79765-8538 561-5579

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Company:	Nalco	о Сотр	any									
Well Number: Lease: Location:	se: OXY ation: e Run: 8/28/2008					Sample Temp: Date Sampled: Sampled by:	70 8/28/2008 Chase Alexander					
Date Run: Lab Ref #:						Employee #: Analyzed by:	DOM					
				Dissolved (Gases							
						Mg/L	Eq. Wt.	MEq/L				
Hydrogen Sul		(H2S)				346.00	16.00	<u>,</u> 21.63				
Carbon Dioxid Dissolved Oxy		(CO2) (O2)		NOT ANA NOT ANA								
Cations												
Calcium		(Ca++)				549.78	20.10	27.35				
Magnesium		(Mg++)				144.74	12.20	11.86				
Sodium		(Na+)				2,676.14	23.00	116.35				
Barium		(Ba++)		NOT ANA	LYZED							
Manganese		(Mn+)				.03	27.50	.00				
Anions												
Hydroxyl		(OH-)				.00	17.00	.00				
Carbonate		(CO3=)				.00	30.00	.00				
BiCarbonate		(HCO3-)			1,784.12	61.10	29.20				
Sulfate		(SO4=)				525.00	48.80	10.76				
Chloride		(Cl-)				4,104.51	35.50	115.62				
Total Iron		(Fe)				0.13	18.60	.01				
Total Dissolved Solids					10,130.45							
Total Hardness as CaCO3						1,967.88		-Martin Martin				
Conductivity N	4ICROM	IOS/CM				15,460						
рН	6.720				Specifi	c Gravity 60/60) F.	1.007				
CaSO4 Solubility @ 80 F. 13		.36MEq/L,	CaSO4 s	CaSO4 scale is unlikely								
CaCO3 Scale Inc	lex											
70.0	.5	534	100.0	.884	130.0	0 1.394	1					
80.0	.6	564	110.0	1.124	140.0	0 1.394	1					
90.0	.8	384	120.0	1.124	150.0	0 1.624	1					

Nalco Company



August 27, 2008

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MARGOCD

New Mexico Oil Conservation Division District I 1625 N. French Drive Hobbs, New Mexico 88240

Attn: Environmental Engineering

RE: Remediation Plan South Hobbs Unit #209 3" Fiberglass Injection Line UL 'C', Sec. 8, T-19-S, R-38-E

Leak occurred on 08/25/2008, at approximately 04:00 PM. A 3" fiberglass injection line used to transfer water from South Hobbs Unit Injection Building #9 to the South Hobbs Unit Well #209 developed a hole causing spill. Valves on both ends of the line were shut to isolate leak. South Hobbs Unit well #209 was shut in at the time and taking no water. It is believed that an automated valve at the header was leaking causing leak. The area affected by this spill is an area measuring approximately 20' wide and 600' long, with 2 larger spots where the water accumulated along a DCP Midstream right of way. The area is north and east of South Hobbs Unit #119. An estimated 200 barrels of injection water was spilled. There was no water recovered. Mr Dee A. Cochran is the surface owner and utilizes the area for cattle grazing. The area consists of sand, rocks and normal vegetation. Depth to ground water according to State Engineers Office is an average of 26', for all wells in the area, giving this spill site a ranking of 20. Remediation of the spill site will be as follows:

- 1. Piping will be excavated and repaired.
- 2. Affected area will be excavated and soil will be disposed of at Sundance Services, Parabo Facility near Eunice, NM.
- 3. Soil samples will be gathered from affected area.
- 4. NMOCD guidelines will be used to insure the site is in compliance with guidelines.
- 5. Any soils removed will be replaced with clean fresh soils, where needed.

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6. Soil analysis data will be submitted with final closure letter.

If you have any questions, or if I can be of further assistance, please contact me at (505) 397-8251.

STOLON M. BISNAP

Steven M. Bishop HES Spec/Central Operating Area Steven_Bishop@oxy.com (505) 397-8251

Attachments: Initial C-141 Hand drawn map of spill area South Hobbs Unit Water Analysis taken at South Hobbs Unit Central T/B