

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

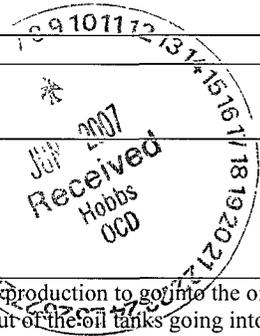
Name of Company Chevron USA	Contact Larry Williams
Address HCR 60 Box 423 Lovington, N.M. 88260	Telephone No. 505-396-4414 X 128
Facility Name Midway State	Facility Type Battery
Surface Owner Darr Angle	Mineral Owner State of NM
Lease No.	

**LOCATION OF RELEASE**

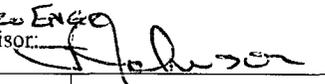
Unit Letter F	Section 12	Township 17S	Range 36E	Feet from the	North Line	Feet from the	West Line	County Lea
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Latitude 32.85035 Longitude -103.3086

**NATURE OF RELEASE**

Type of Release Crude oil and Produced water	Volume of Release 157 B0 & 66 BW	Volume Recovered 156 BO and 64 BW.
Source of Release Crude Oil tank	Date and Hour of Occurrence 11:30 A.M. 5/16/2007	Date and Hour of Discovery 11:30 A.M. 5/16/2007
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Caperton	
By Whom? Wayne Minchew	Date and Hour 5/16/2007 12:00 P.M.	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	
If a Watercourse was Impacted, Describe Fully.*		
Describe Cause of Problem and Remedial Action Taken.* <input type="checkbox"/> The production separator water dump failed causing all water production to go into the oil tanks. We make about 1100 bbl of water a day and only have 2- 300 bb oil tanks. This caused all the oil to be displaced out of the oil tanks going into our lined bermed area around our tank. The chloride's of the water is 4,600 ppm and the gravity of the oil is 40. Called out vacuum truck to pick up fluids and roustabout gang to clean off tanks.		
Describe Area Affected and Cleanup Action Taken.* All fluids were contained inside of berm around oil tanks. <u>We will use a hydrovac system to clean up the contaminated soil on top of the liner and take soil to CRI land farm.</u>		

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Larry Williams	Approved by District Supervisor: 	
Title: HES Champion	Approval Date: 6.29.07	Expiration Date: _____
E-mail Address: lcwl@chevron.com	Conditions of Approval: _____	Attached <input type="checkbox"/>
Date: 05/18/2007	Phone: 396-4414 X 128	

\* Attach Additional Sheets If Necessary

RP# 1471