District I State of New Mexico 1625 N. French Dr., Hobbs, NM 88240 District II Energy Minerals and Natura RECEIVED 811 S. First St., Artesia, NM 88210 District III By JKeyes at 1:18 pm, Nov 04, 2015 Oil Conservation Di 1000 Rio Brazos Road, Aztec, NM 87410 1220 South St. Franc District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report Final Report Name of Company Chevron USA Inc. Contact Stephen Gwin Address 15 Smith Rd, Midland, TX. Telephone No. 575-263-0427 Cell - 575-408-0073 Facility Name Red Hills Fed 11 Battery Facility Type Battery Surface Owner Mineral Owner API No. 30-025-41848 LOCATION OF RELEASE Unit Letter Section Township North/South Line Range Feet from the Feet from the East/West Line County A 11 25S 33E 430 North Line 340 East Line Lea Latitude 32.151120 N Longitude 103.535690W NATURE OF RELEASE Type of Release Flare Volume of Release 296 Mcf Volume Recovered Source of Release Flare Date and Hour of Occurrence Date and Hour of Discovery 10/1/2015 - 10/31/2015 10/1/2015 Was Immediate Notice Given? If YES, To Whom? Yes No D Not Required By Whom? Stephen Gwin Date and Hour 10/15/2014 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.* DCP is having intermittent compressor problems at their Antelope Ridge Facility. The flare is operated as a safety device. Describe Area Affected and Cleanup Action Taken.* N/A 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. C OIL CONSERVATION DIVISION Signature: Jan Huye Approved by Environmental Specialist: Printed Name: Stephen Gwin 11/04/2015 Title: HES Specialist Approval Date: Expiration Date: E-mail Address: Stephen.gwin@chevron.com Conditions of Approval: Attached 1111 1RP 3956 Date: 11/1/2015 Phone: 575-263-0427

* Attach Additional Sheets If Necessary