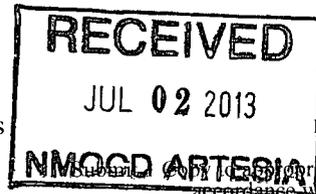


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 August 8, 2011
Submit Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

nJMW1319333284

OPERATOR Initial Report Final Report

| | |
|--|--|
| Name of Company Chevron USA Inc. 4323 | Contact David A. Pagano |
| Address 15 Smith Rd., Midland, TX, 79705 | Telephone No. wk: 575-396-4414X275 cell: 505-787-9816 |
| Facility Name TexMack BTY | Facility Type Oil Production Batteries |
| Surface Owner Federal | Mineral Owner Federal |
| API No. 30-015-29720 Closest Well Texmack 11-1 | |

Latitude: 32.853570 / Longitude: -103.843080

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| C | 11 | 17S | 31E | 990 | North | 1650 | West | Eddy |

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release Vent | Volume of Release 150MSCF/day | Volume Recovered 0 MSCF |
| Source of Release Vent | Date and Hour of Occurrence 06/26/13 10:00AM | Date and Hour of Discovery 06/26/13 10:00AM |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour | |
| 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.* N/A | | |
| Describe Cause of Problem and Remedial Action Taken.* VRU is down at the battery due to the motor failing. Chevron Operations is waiting on a replacement motor and expect to have motor replaced by 7/10/13. | | |
| Describe Area Affected and Cleanup Action Taken.* N/A <i>Locations include: Texmack 11 Fed 10, 11, 15, 27, 28, 32, 39, 41, 42, 57, 61, 63. Per Email dated 7-2-13</i> | | |
| 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: <i>David Pagano</i> | OIL CONSERVATION DIVISION | |
| Printed Name: David A. Pagano | Approved by Environmental Specialist: | Accepted for record NMOCD |
| Title: Health & Environmental Specialist | Approval Date: JUL 12 2013 | Expiration Date: |
| E-mail Address: dpgn@chevron.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 07/02/13 Phone: 505-787-9816 | Like approval by BLM | |

2RP-1714

* Attach Additional Sheets If Necessary

Accepted for record NMOCD

Bratcher, Mike, EMNRD

From: Pagano, David (David.Pagano) <David.Pagano@chevron.com>
Sent: Tuesday, July 02, 2013 10:55 AM
To: Pagano, David (David.Pagano); Bratcher, Mike, EMNRD
Cc: Moschetti, Nick (NMOS); DeLeon, Josepha; Schwartzengraber, E Faithe
Subject: Initial C141 & C-129 report for flaring at TexMack Venting
Attachments: 20130626 C-129 - TexMack Battery.pdf; 20130626 C-141 TexMack Bty Flare IS.pdf

Mr. Bratcher,

Here is the initial C-141 & C-129 for the venting at our TexMack Central Tank Battery that started on 6/26/13 due to the VRU going down when the motor failed. We are expecting to have a replacement motor for the VRU installed by the end of this week or early next week. Once we are back online I will send you the final report. Please let me know if you have any questions or need additional information.

Here are the Associated Wells producing into the TexMack:

TEXMAK 11 FED 10
TEXMAK 11 FED 11
TEXMAK 11 FED 15
TEXMAK 11 FED 27
TEXMAK 11 FED 28
TEXMAK 11 FED 32
TEXMAK 11 FED 39
TEXMAK 11 FED 41
TEXMAK 11 FED 42
TEXMAK 11 FED 57
TEXMAK 11 FED 61
TEXMAK 11 FED 63

Regards,

David A. Pagano

MCA Health & Environmental Specialist (Oil Area – Vacuum/Buckeye, Dollarhide & Sundown)

56 Texas Camp Rd., Lovington, NM 88260

☎ Phone: 575-396-4414 x275

☎ Cell: 505-787-9816

☎ Fax: 575-396-6913

dpgn@chevron.com

"CONFIDENTIALITY NOTICE: This message is confidential and may be privileged. If you believe that this email has been sent to you in error, please reply to the sender that you received the message; then please delete this email."