

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

HOBBS OCD

JUN 10 2014

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Form C-141
Revised August 8, 2011

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | |
|---|--|
| Name of Company: Chevron USA Inc. | Contact: James A. Trujillo |
| Address: 15 Smith Rd., Midland, TX, 79705 | Telephone No. wk: 575-396-4414 X222 cell: 575-650-3602 |
| Facility Name: NM O ST I, #17 | Facility Type: Well |

| | | |
|-------------------|-----------------------------------|----------------------|
| Surface Owner N/A | Mineral Owner State of New Mexico | API No. 30-025-20125 |
|-------------------|-----------------------------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | South Line | Feet from the | West Line | County |
|-------------|---------|----------|-------|---------------|------------|---------------|-----------|--------|
| N | 36 | 17S | 34E | | 760 | | 2080 | Lea |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release - Spill to land | Volume of Release - 40 BBLs | Volume Recovered - |
| Source of Release - Casing (Plugged and Abandoned Well) | Date and Hour of Occurrence 06/12/2014 - 10:00 AM | Date and Hour of Discovery 06/12/2014 - 10:00 AM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | <input checked="" type="checkbox"/> YES, To Whom? Tomas Oberding mobile # 575-370-3180 | |
| By Whom? James A. Trujillo | Date and Hour - 05/25/2014 @ 09:06 AM | |
| 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.*
A plugged and abandoned well started to release.

Describe Area Affected and Cleanup Action Taken.*
The spill of produced water was located at 2 separate rectangular squares ranging from 180' X 30' and 66' X 35' at the same location. A vacuum truck was called out and the vacuum truck recovered 56 bbls of fluid. The next step is for backhoe to excavate top layer of soil approximate 12" to 18" and take samples to determine effectiveness of local remediation and possibly turn remediation over to the Chevron Environmental Company.

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.

Depth to g H₂O > 100'

JUN 10 2014

OIL CONSERVATION DIVISION

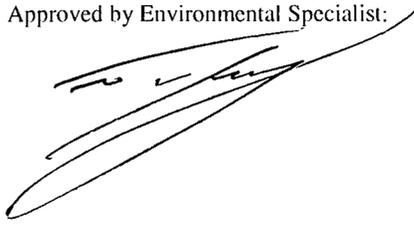
Signature:

6/10/2014

X Edem Sededji

Edem Sededji
HE Specialist
Signed by: Edem Sededji

Approved by Environmental Specialist:



Printed Name: Edem F Sededji

Title: HE Specialist

Approval Date: 06/10/14

Expiration Date: _____

E-mail Address: etpo@chevron.com

Conditions of Approval: Site samples required. delineate remediate the area as per NROCD regs.

Attached

Date: 06/10/2014

Phone: 432-234-4437

IRP 06-14-3028

ogrid 22351

NTO 14/0156038

* Attach Additional Sheets If Necessary