

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 Inc.	Contact Wayne Minchew
Address HCR 60 Box 423 Lovington, NM 88260	Telephone No. 505-396-4414
Facility Name Lovington Paddock	Facility Type Injection Well #45
Surface Owner City of Lovington	Mineral Owner State of NM
Lease No. B-1553	

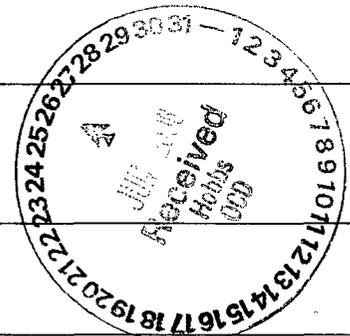
LOCATION OF RELEASE 30025038480000

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	2	17S	36E	660	North	330	East	LEA

Latitude **N32° 52' 10.6"** Longitude **W103° 19' 3.4"**

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 10 bbls	Volume Recovered 5 bbls
Source of Release Injection line going to well	Date and Hour of Occurrence 06-20-06 0900	Date and Hour of Discovery 06-20-06 0930
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Capperton	
By Whom? Larry Ridenour	Date and Hour 06-20-06 1500	
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.*		
Internal corrosion on pipe. Pipe from valve to well head will be replaced with stainless steel piping		
Describe Area Affected and Cleanup Action Taken.*		
Water remained on location, picked up all water on surface.		



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>Larry Ridenour</i>	OIL CONSERVATION DIVISION	
Printed Name: Larry Ridenour	Approved by District Supervisor:	
Title: Operations Representative	Approval Date:	Expiration Date:
E-mail Address: lridenour@chevron.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 06-20-06 Phone: 505-396-4414		

* Attach Additional Sheets If Necessary

incident - n PAC 0617931420
application - p PAC 0617932519

RP#937