

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 – Billy Anderson |
| Address – 2401 Ave O, Eunice NM 88231 | Telephone No. – 505-394-1237 |
| Facility Name – General G State # 3 | Facility Type – Tank Battery |

| | | |
|------------------------------|---------------|-----------------------|
| Surface Owner Trent Stradley | Mineral Owner | Lease No. B – 874 - 1 |
|------------------------------|---------------|-----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| D | 16 | 20 S | 37 E | 525 | North | 600 | West | LEA |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|---|--|---|
| Type of Release – Produced water | Volume of Release 5 bbls | Volume Recovered – 1 bbl |
| Source of Release – Water tank | Date and Hour of Occurrence 4-18-2007 6:00 am | Date and Hour of Discovery 4-18-2007 6:00 am |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" 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.* | | |
| Describe Cause of Problem and Remedial Action Taken.* Produced water tank overflowed, picked up free standing water, water depth 26 feet | | |
| Describe Area Affected and Cleanup Action Taken.* Inside of tank berm approx. 4 feet x 12 feet | | |

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:  | OIL CONSERVATION DIVISION | |
| Printed Name: Billy A. Anderson | Approved by District Supervisor:  | |
| Title: HES Specialist | Approval Date: 4-30-07 | Expiration Date: |
| E-mail Address BillyAnderson@chevron.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 4/30/2007 | Phone: 505-394-1237 | |

* Attach Additional Sheets If Necessary

facility - APAC0714529517
incident - APAC0714529596
application - APAC0714529677

RP# 1303