

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 Unit #139	Facility Type	Producing well
Surface Owner	City of Lovington	Mineral Owner	State
		Lease No.	B1429

LOCATION OF RELEASE

30-025-31571

Unit Letter	Section	Township	Range	Feet from the	North Line	Feet from the	West Line	County
F	1	17S	36E					Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

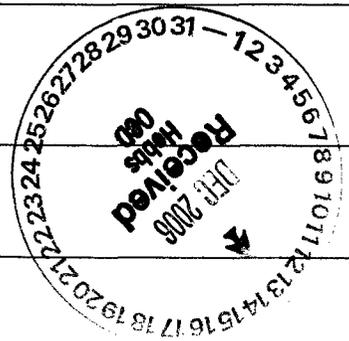
WTR > 50'

Type of Release	Oil and produced water	Volume of Release	.5 BO & 7.5 BW	Volume Recovered	4 barrels
Source of Release	Flowline	Date and Hour of Occurrence	9:00 AM 12/11/2006	Date and Hour of Discovery	10:00 AM 12/11/2006
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Pat Caperton		
By Whom?	Wayne Minchew	Date and Hour	10:30AM 12/11/2006		
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.*
Flow line leak from external corrosion - Well is shut in - fluid picked up and repair clamp put on line

Describe Area Affected and Cleanup Action Taken.*
Road and pasture - Contaminated soil will be removed.



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>Wayne Minchew</i>	OIL CONSERVATION DIVISION	
Printed Name: P. W. Minchew	Approved by District Supervisor: <i>Engel Engel</i>	
Title: Operations Supervisor	Approval Date: 5-29-07	Expiration Date: 8-29-07
E-mail Address: pminchew@chevron.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 12/11/2006 Phone: 505-396-4414	SUBMIT FINAL C-141 w/ SUPPORTING DOCUMENTATION BY	

* Attach Additional Sheets If Necessary
incident - n PAC 0715050131
application - p PAC 0715050235

AP# 1395