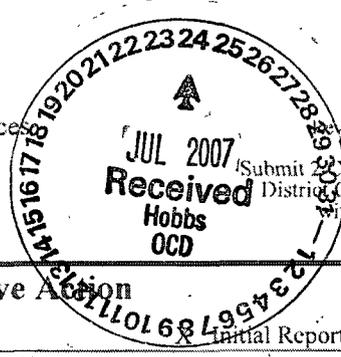


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St. Francis Dr., Santa Fe, NM 87505

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

Name of Company	Chevron USA	Contact	TEJAY SIMPSON
Address	HCR 60 Box 423 Lovington, N.M. 88260	Telephone No.	505-396-4414 X 101
Facility Name	LOVINGTON PADDOCK UNIT 60	Facility Type	INJECTION WELL
Surface Owner	CITY OF LOVINGTON	Mineral Owner	State of NM
		Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	South Line	Feet from the	West Line	County
F	1	17.0S	36E	1980 FNL		2310 FWL		Lea

63' Latitude 32.865882885 Longitude -103.309097904

NATURE OF RELEASE API#30-025-03831

Type of Release	Produced Water	Volume of Release	50-BBLS PRODUCED WATER	Volume Recovered	0 BBLS PW fluids.
Source of Release	INJECTION TRUNKLINE FAILURE	Date and Hour of Occurrence	07/13/07 11:30 PM	Date and Hour of Discovery	07/13/07 11:45 PM
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	GARY WINK		
By Whom?	TEJAY SIMPSON	Date and Hour	7/14/2007 7:00 A.M.		
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.*
WATER INJECTION TRUNKLINE --SPLIT IN 2" X 14" CEMENT LINED NIPPLE. PRODUCED WATER INJECTION LINE FAILURE RESULTING IN THE RELEASE OF AN ESTIMATED 50 BARRELS OF PRODUCED WATER SHORTLY BEFORE MIDNIGHT. LOW PRESSURE ALARM ACTIVATED RESULTING IN CALL OUT OF LEASE OPERATOR. LEAK WAS ISOLATED AND DETERMINED NO RECOVERY OF FLUID WAS POSSIBLE. RELEASE IMPACTED SANDY SOIL WITH HEAVY GRASS VEGETATION. CITY OF LOVINGTON PERSONNEL WERE NOTIFIED SATURDAY, JULY 14TH. EMERGENCY ONE CALL AND EXCAVATION OF IMMEDIATE IMPACT AREA WAS CONDUCTED SATURDAY, JULY 14TH. INITIAL SITE ASSESMENT HAS BEEN CONDUCTED AND DELINEATION PLAN HAS BEEN APPROVED.

Chlorides 38.000 Oil Gravity 38

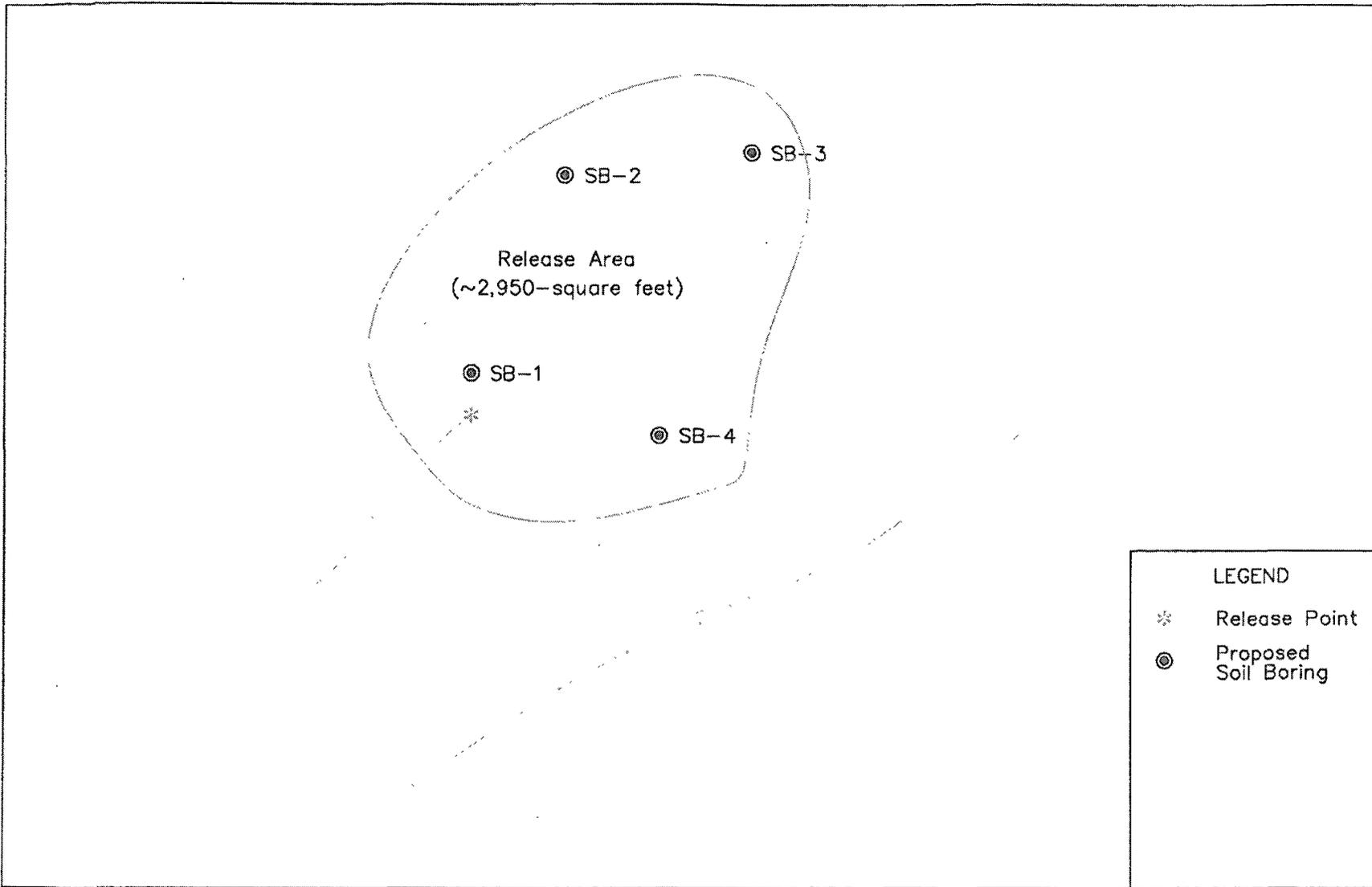
Describe Area Affected and Cleanup Action Taken.*
SANDY SOIL PASTURE LAND WITH HEAVY GRASS VEGETATION. IMPACT AREA ESTIMATED AT 2,950 SQUARE FEET.

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: TEJAY SIMPSON	Approved by District Supervisor:	
Title: OPERATIONS SUPERVISOR	Approval Date: 7.25.07	Expiration Date: 9.10.07
E-mail Address: tsimpson@chevron.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 7/24/2007 Phone: 396-4414 X 101	SUBMIT PLAN FOR OCS APPROVAL BY	

* Attach Additional Sheets If Necessary

RP# 1498



LEGEND	
*	Release Point
⊙	Proposed Soil Boring

Figure 5
 Proposed Soil Boring Location Map
 Chevron Corporation
 LPU-LSAU Water Injection Facility

Lea County, New Mexico
 SW 1/4 of the NE 1/4, Sec. 1, T17S, R36E
 N 32° 51' 57.14" W 103° 18' 28.29"
 Elevation: 3,826 feet amsl

DWG By: Daniel Dominguez
 July 2007

Feet

REVISED:
 SHEET
 1 of 1

