

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 Larry Williams
Address P.O. Box 1949 Eunice NM. 88231	Telephone No. 505-394-1247 (office), 505-390-7165 (cell)
Facility Name- Mark Owen	Facility Type - Production Battery

Surface Owner- Tom Kennan	Mineral Owner - State of New Mexico	Lease No.
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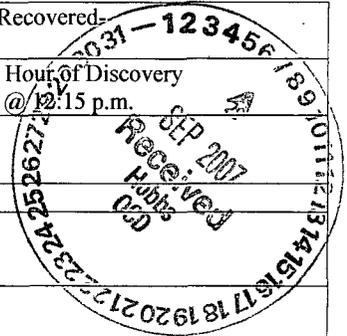
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	34	21S	37E					Lea

Latitude 32 25.884 Longitude 103 8.832

NATURE OF RELEASE

Type of Release-Oil	Volume of Release 115 BO	Volume Recovered- 105 BO
Source of Release- 1000 BBL Steel Tank	Date and Hour of Occurrence- 8/30/07 11:20 am	Date and Hour of Discovery 08/30/07 @ 12:15 p.m.
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? Larry Williams	Date and Hour 8/30/07 @ 3:30 p.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.*
Doing Frac on Mark Owens #6 which broke thru to Mark Owens #1 well bore. This caused fluid to come into our battery at a rate of 7 to 10 bbl minute overrunning our production equipment. Sent all fluid to our oil tanks after the water leg plugged off on our heater. This caused our production tank to overflow into our secondary containment. Some oil ran out into our battery yard. Picked up oil out of containment and battery yard. Back dragged battery

Describe Area Affected and Cleanup Action Taken.* All fluid was contained within a secondary containment except for small amount that went into the battery yard... Oil was skimmed up with vacuum trucks and put clean oil back into stock tank and remaining contaminated oil took to third party disposal. Will clean up secondary containment inside of battery and take contaminated dirt to Rhino land farm.
Oil Gravity is 35.4

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 Williams</i>	OIL CONSERVATION DIVISION	
Printed Name: Larry Williams	Approved by District Supervisor: <i>[Signature]</i> ENVIRONMENTAL ENGINEER	
Title: Operations Rep	Approval Date: 9.12.07	Expiration Date: _____
E-mail Address: lovdc@chevrontexaco.com	Conditions of Approval:	
Date: 09/01/07 Phone: 505-394-1247	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

RP# 1546