

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

API# 30-015-26122
nLLB0631956042

Release Notification and Corrective Action

(Chevron)
241333

OPERATOR

Initial Report Final Report

Name of Company Pure Resources	Contact Wayne Minchew
Address HCR 60 Box 432 Lovington, NM 88260	Telephone No. 505-396-4414 X101
Facility Name Pardue Farms 27-8	Facility Type Salt Water Disposal well and battery

Surface Owner	Mineral Owner	Lease No. 30-015-26122 API #
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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
H	27	23S	28E					

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Produced Water and Oil	Volume of Release 1.5 bbl oil and 250 bbl water	Volume Recovered 70 bbl water
Source of Release 1/2" nipple in top of 2" bull plug on well	Date and Hour of Occurrence 3:00 Am 4/11/06	Date and Hour of Discovery 8:30 Am 4/11/06
Was Immediate Notice Given? X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jerry Guy Left message on voice mail	
By Whom? Larry Williams	Date and Hour 4:30 Pm 4/11/06	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	


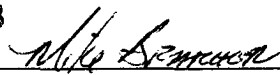
RECEIVED
APR 25 2006
OCD-ARTESIA

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
Vibration from injection pump cause a 1/2" nipple to break off in bull plug in top of well head. This let the water come out the top of well head. Picked up oily dirt.

Describe Area Affected and Cleanup Action Taken.*
An Area of 30' x 90' on the inside of battery containment and 60' x 70', 30' x 150', 1' x 525', and 2' X 270' outside of battery. Will clean up oily dirt and let land dry up. Have EPI of Eunice coming to sample soil and find depth of contamination and will submit a remediation plan.

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: Larry Williams	TIM GUM by MB 	
Title: HES Champion	Approval Date: 4/9/07	Expiration Date:
E-mail Address: lcwl@chevron.com	Conditions of Approval:	Attached <input checked="" type="checkbox"/>
Date: 4/21/06	Phone: 505-394-1237	

* Attach Additional Sheets If Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Chevron Midcontinent LP
15 Smith Road
Midland, Texas 79705
ATTN: Environmental Department

April 9, 2007

Reference: **Pardue Farms 27-8 27-23S-28E API # 30-015-26122 Eddy County, New Mexico**

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Initial Report Form C-141 reporting a release of produced fluids that occurred on or about April 11, 2006 at the above referenced well site. Please submit a work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at this site. The plan is to be formulated based on vertical and horizontal delineation of contamination, site ranking, and OCD Rules and Guidelines.

A publication outlining OCD guidelines and requirements for site ranking and spill remediation can be found on the OCD website as follows: <http://www.emnrd.state.nm.us/ocd> Click on each of the following items as they appear:

- Publications
- Environmental Handbook
- Miscellaneous Guidelines
- Remediation of Leaks, Spills and Releases

Please submit this plan to the OCD District 2 office *no later than May 9, 2007*. Please include any remedial or clean up actions that have already been performed.

Remediation requirements may be subject to other federal, state, local laws and/or regulations.

If I can be of assistance in this matter, my contact information is listed below.

Sincerely,

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
(505) 748-1283 Ext.108
(505) 626-0857
mike.bratcher@state.nm.us

Tracking number: nLLB0631956042