NOV 1 9 2012

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 RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

| Release Notification and Corrective Action | | | | | | | | | |
|---|---------------------|-----------------|--------------|---------------|---|--|----------------|---------------|-----------------|
| | | | - | | | Report [| Final Report | | |
| Name of C | ompany | : Chevron | USA | | Contact: Bradley Blevins | | | | |
| Address: F | | | | 88240 | Telephone No.: (575) 391-1462 ext. 86424 | | | | |
| Facility Name: Warren Field Water Transfer Line | | | | | | Facility Type: Water Transfer Line | | | |
| Surface Owner: Mineral Ow | | | | | | ner: Lease No.: | | | |
| LOCATION OF RELEASE API #30.025.34104 | | | | | | | | | |
| Unit Letter I | Section 25 | Township 20S | Range 38E | Feet from the | | h/South Line | Feet from the | Enşt/West Lii | County Lea |
| Latitude: N32° 32' 37.12" Longitude: W103° 05' 41.80" | | | | | | | | | |
| NATURE OF RELEASE GWG 701 | | | | | | | | | |
| Type of Release: Produced water | | | | | | Volume of Re | lease: 40 bbls | Volume Re | covered: 0 bbls |
| Source of Release: Water Transfer Line | | | | | | Date and Hour of Occurrence: Date and Hour of Discovery: 10/28/12 10/28/12 @ 17:30 | | | |
| Was Immediate Notice Given? | | | | | | | | | |
| By Whom? Bradley Blevins Date and Hour: | | | | | | | | | |
| Was a Water | | | | | If YES, Volume Impacting the Watercourse: | | | | |
| Yes No | | | | | | | | | |
| Depth to water: ~60 ft | | | | | | | | | |
| If a Watercourse was Impacted, Describe Fully: | | | | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* Release was caused by corrosion of 2 inch nipple near the transition. Approximately | | | | | | | | | |
| 40 bbls of produced water was released with no recovery. An Emergency Response Team arrived at the release area and began continuous abatement of the impacted area. | | | | | | | | | |
| Describe Area Affected and Cleanup Action Taken.* Approximately 1,400 square feet of area was affected by the release of produced | | | | | | | | | |
| water. Visibly stained soil was excavated and hauled away for disposal at a state approved facility. Soil samples were collected and submitted to Cardinal Laboratories for testing. Upon receiving acceptable results and NMOCD approval, the affected area will be backfilled, and returned | | | | | | | | | |
| to proper conditions. 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. | | | | | | | | | |
| OIL CONSERNATION DIVISION & | | | | | | | | | |
| Signature | Track | ly F | Eler | <u> </u> | | SWIFTER JURISH | | | |
| Printed Name | e: Bradley l | Blevins | | | A | Approved by District Super Revironmental Specialist | | | |
| Title: EH & S Field Specialist | | | | | | Approval Date: | 11/16/12 | Expiration 1 | Date: 01 [16]13 |
| E-mail Addre | ess: <u>bradley</u> | .blevins@chk | .com | | (| Conditions of Approval: SUBMIT FINAL Attached | | | |
| Date: //-/6-/2 Phone: (575) 391-1462 ext. 86424 | | | | | | c-141 BY | 01/16/13 | | IRP-11-12-287 |