

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

HOBBS

OCT 08 2014

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Form C-141
Revised August 8, 2011

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

| | | | |
|-----------------|-----------------------|---------------|----------------|
| Name of Company | Chevron USA | Contact | Stephen Gwin |
| Address | 2401 Avenue O | Telephone No. | 575-263-0427 |
| Facility Name | Central Drinkard Unit | Facility Type | Injection Line |

| | | | | |
|---------------|----------|---------------|--------------|---------|
| Surface Owner | John Coy | Mineral Owner | Turner Ranch | API No. |
|---------------|----------|---------------|--------------|---------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| L | 28 | 21 | 37 | East | | | | |

Latitude 32.446791 Longitude -103.174051

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|----------|----------------------------|---------------------|
| Type of Release | Produced Water | Volume of Release | 17 BBLs | Volume Recovered | Unknown due to rain |
| Source of Release | Fiberglass collar malfunction on injection line. | Date and Hour of Occurrence | 9/8/2014 | Date and Hour of Discovery | 9/8/2014 9:00 AM |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | | | |
| By Whom? | Stephen Gwin | Date and Hour 9/8/2014 3:00 PM | | | |
| 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.*

Fiberglass collar for valve box cracked causing the leak. Vacuum trucks were onsite the day of the event and removed liquids from the impacted area which was also included rain water from the heavy rains experienced that day

Describe Area Affected and Cleanup Action Taken.*

Heavy rainfall impacted initial cleanup efforts. Primary areas impacted include a 310 X 25ft. and a 650 X 2ft area. Vacuum trucks were onsite the day of the event and removed liquids from the impacted area which was also included rain water from the heavy rains experienced that day. Additional heavy rains have impacted the ability to assess the site. Third party contractors scheduled to assess the area and remove and replace soil where necessary.

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: Stephen Gwin | Approved by Environmental Specialist: | |
| Title: HE Specialist | Approval Date: 10-8-14 | Expiration Date: 12-8-14 |
| E-mail Address: Stephen.gwin@chevron.com | Conditions of Approval: site specific | Attached <input type="checkbox"/> |
| Date: 10/7/2014 | Phone: 575-408-0073 | 1RA 3367 |

* Attach Additional Sheets If Necessary

OCT 08 2014

as per NMOCD guidelines
Submit Final C-141 by 12-8-14

Original 4523
R701428197292
R701428197597
R70142819716