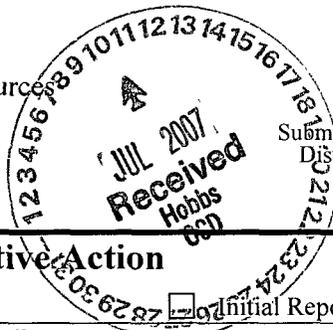


District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St. Francis Dr, Santa Fe, NM 87505

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 Danny Lovell
Address P.O. Box 1949 Eunice NM. 88231	Telephone No. 505-394-1242 (office), 505-390-0866 (cell)
Facility Name- CDU TRC #1	Facility Type - PRODUCTION

Surface Owner- Sam Bruton	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
H	31	21S	37E					Lea

Latitude-32-26.286 Longitude 103-11.264

NATURE OF RELEASE

Type of Release-Produced Water and Oil	Volume of Release 5 BO, 22 BW	Volume Recovered- 4 BO & 20 BW
Source of Release- Buried 4" fiberglass line	Date and Hour of Occurrence- 6/18/07 @ 10:30 am	Date and Hour of Discovery 6/18/07 @ 10:30 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom? Bill Anderson	Date and Hour 6/18/07	
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.*
Backhoe was digging trench for Rice Eng and cut 4" fiberglass trunk line at CDU trac #1. Line was isolated and wells shut-in. Repaired line and wells brought back the next day.

Describe Area Affected and Cleanup Action Taken.* Fluid was contained in ditch and vacuumed up. DGW=92'

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: Danny Lovell	ENVIRO ENGR Approved by District Supervisor:	
Title: Operations Supervisor	Approval Date: 7.11.07	Expiration Date: -
E-mail Address: lovd@chevron.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 6/26/07 Phone: 505-394-1242		

* Attach Additional Sheets If Necessary

RP#1480