

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

X Initial Report

Final Report

Name of Company Chevron Midcontinent LP	Contact Larry Ridenour
Address HCR 60 Box 423 Lovington, N.M. 88260	Telephone No. 505-396-4414 X 102
Facility Name Lovington Paddock Unit #98	Facility Type flow line

Surface Owner City of Lovington	Mineral Owner State of NM	Lease No. 9077-2
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LOCATION OF RELEASE

Unit Letter M	Section 31	Township 16S	Range 37E	Feet from the 286	South Line	Feet from the 35	West Line	County Lea
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Latitude_N 32 deg 52 min 25.1 sec Longitude_W 103 deg 18 min 3.00 sec
API #30-025-31086

NATURE OF RELEASE

Type of Release Produced oil and water	Volume of Release 26 bbls Total fluid (1 bo, 25 bw)	Volume Recovered 8.5 bbls fluids. (.75 bo, 7.75 bw)
Source of Release flow line	Date and Hour of Occurrence 01/25/08 8:30 AM	Date and Hour of Discovery 01/25/08 9:45 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Richards	
By Whom? Larry Ridenour	Date and Hour 1/25/2008 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.*

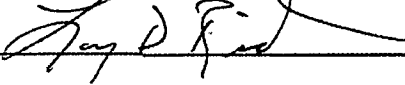

Polyethylene line froze and burst. Upon discovery well was shut in and line was isolated. Leak location is approximately 1000' NW of the well. Vacuum truck was called in to pick up fluids. Total of 8.5 bbls of water and oil were picked up. Area was flagged off and information called in for 800' dig clearance.
Chlorides 35,300

Describe Area Affected and Cleanup Action Taken.*

Affected area is approximately 120' x 15'. When area is cleared to dig the obviously contaminated soil will be removed. Leak site will then be turned over to an environmental company for delineation, evaluation, and formulation of remediation plan to be approved by Chevron and NMOCD.

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 CONSERVATION DIVISION

Signature: 	Approved by District Supervisor: 	
Printed Name: Larry Ridenour	Approval Date: 1/30/08	Expiration Date: 4/30/08
Title: Operations Representative	Conditions of Approval:	
E-mail Address LRidenour@chevron.com	Attached <input type="checkbox"/>	
Date: 1/28/2008	Phone: 396-4414 X 102	

* Attach Additional Sheets If Necessary

RP# 1765