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

* Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources 0 1 2012

Form C-141 Revised August 8, 2011

2RP-1553

Oil Conservation DivisiMMOCD AFITESIA to appropriate District Office in cordance with 19.15,29 NMAC. 1220 South St. Francis Dr.

Santa Fe, NM 87505

1220 S. St. Francis Dr., Santa Fe, NM 87505 Release Notification and Corrective Action **OPERATOR** Initial Report Final Report David A. Pagano Chevron USA Inc. Contact 15 Smith Rd., Midland, TX, 79705 Telephone No. wk: 575-396-4414X275 cell: 505-787-9816 Facility Name Skelly 907 BTY Facility Type Oil Production Batteries Surface Owner Federal BLM Mineral Owner Federal API No. 30-015-31385 SKU 907 BTY (CTB) - Latitude: 32.819634 / Longitude: -103.872881 LOCATION OF RELEASE Unit Letter Section Township North/South Line Range Feet from the Feet from the East/West Line County 3IE 178 Eddy 31 NATURE OF RELEASE Type of Release Gases to a Flare Volume of Release 300 MSCF Volume Recovered 0 MSCF Source of Release Flare Date and Hour of Occurrence Date and Hour of Discovery 09/23/12 09:00 AM 09/23/12 09:00 AM. Was Immediate Notice Given? If YES, To Whom? Bratcher, Mike, EMNRD By Whom? Date and Hour 09/24/12 08:30 AM left voicemail Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* High Line Pressure to Frontier Gas Sales Line. Describe Area Affected and Cleanup Action Taken.* Shut in wells to minimize flaring. 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: Accepted for record Approved by Environmental Specialist: Printed Name: David A. Pagano NMOCD Title: Health & Environmental Specialist Approval Date: Expiration Date E-mail Address: dpgn@chevron.com Conditions of Approval: Attached [Date: 10/01/12 Phone: 505-787-9816

Bratcher, Mike, EMNRD

From: Pagano, David (David.Pagano) < David.Pagano@chevron.com>

Sent: Monday, October 01, 2012 1:45 PM

To: Pagano, David (David.Pagano); Bratcher, Mike, EMNRD

Subject: Final C-141 Flaring report for Skelly 907 (CTB) on 9/23/12 - 9/24/12 due to high sales

line pressure

Attachments: 20120923 Skelly 907 C141 Final.PDF

Mr. Bratcher,

Here is the Final C-141 Flaring report for the flaring at the Skelly 907 (CTB) on 9/23/12 - 9/24/12 due to high sales line pressure.

Regards,

David A. Pagano

MCA Health & Environmental Specialist (Oil Area – Vacuum/Buckeye, Dollarhide & Sundown)

56 Texas Camp Rd., Lovington, NM 88260

@ Phone: 575-396-4414 x275

2 Cell: 505-787-9816 **2** Fax: 575-396-6913 **dpgn@chevron.com**

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