

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	Contact Larry Williams	
Address HCR 60 Box 423 Lovington, N.M. 88260	Telephone No. 505-396-4414 X 128	
Facility Name Midway State	Facility Type Battery	
Surface Owner Darr Angle	Mineral Owner State of NM	Lease No.

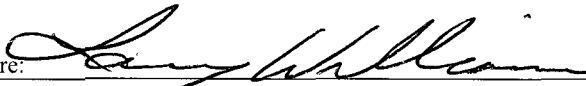
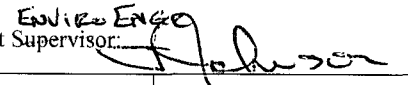
LOCATION OF RELEASE

Unit Letter F	Section 12	Township 17S	Range 36E	Feet from the	North Line	Feet from the	West Line	County Lea
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Latitude 32.85035 Longitude -103.3086

NATURE OF RELEASE

Type of Release Crude oil and Produced water	Volume of Release 157 BO & 66 BW	Volume Recovered 156 BO and 64 BW.
Source of Release Crude Oil tank	Date and Hour of Occurrence 11:30 A.M. 5/16/2007	Date and Hour of Discovery 11:30 A.M. 5/16/2007
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Caperton	
By Whom? Wayne Minchew	Date and Hour 5/16/2007 12:00 P.M.	
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.* <input type="checkbox"/> The production separator water dump failed causing all water production to go into the oil tanks. We make about 1100 bbl of water a day and only have 2- 300 bb oil tanks. This caused all the oil to be displaced out of the oil tanks going into our lined bermed area around our tank. The chloride's of the water is 4,600 ppm and the gravity of the oil is 40. Called out vacuum truck to pick up fluids and roustabout gang to clean off tanks.		
Describe Area Affected and Cleanup Action Taken.* All fluids were contained inside of berm around oil tanks. <u>We will use a hydrovac system to clean up the contaminated soil on top of the liner and take soil to CRI land farm.</u>		
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: Larry Williams	Approved by District Supervisor: 	
Title: HES Champion	Approval Date: 6-29-07	Expiration Date: —
E-mail Address: lcwl@chevron.com	Conditions of Approval: —	Attached <input type="checkbox"/>
Date: 05/18/2007	Phone: 396-4414 X 128	

* Attach Additional Sheets If Necessary

RP# 1471