

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

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

RECEIVED

HOBBS OCD

JAN 22 2008 **Release Notification and Corrective Action**

OPERATOR Initial Report Final Report

Name of Company: CHEVRON USA INC	Contact: Larry Williams
Address: P.O. Box 1949 Eunice NM. 88231	Telephone No. 505-394-1247 (office), 505-390-7165 (cell)
Facility Name: CDU 107	Facility Type - Injection line

Surface Owner: Chevron	Mineral Owner -	Lease No.
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LOCATION OF RELEASE API #3002506896

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	29	21S	37E					Lea

Latitude ___ Longitude ___

NATURE OF RELEASE

Type of Release: PRODUCED WATER	Volume of Release: 75 BW	Volume Recovered: 60 bbl water
Source of Release: Hole in fire tube on heater	Date and Hour of Occurrence: 01/10/2008 4:00 pm	Date and Hour of Discovery: 01/10/2008 4:00 pm
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? Donnie Ives	Date and Hour 01/10/2008 5:00 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
2" fiberglass line parted in connection at riser to well. Thread pulled out of fiberglass connection.

Describe Area Affected and Cleanup Action Taken.*
Fluid was contained within low spot in road and low spot on location. Standing fluid was vacuumed up. DEPTH TO GW=90 ft. Back drag location and road.
Chlorides 26,000

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: <i>Larry Williams</i>	OIL CONSERVATION DIVISION	
Printed Name: Larry Williams	Approved by District Supervisor: <i>Chris Williams</i>	
Title: Operations Rep	Approval Date: 1/25/08	Expiration Date: 1/25/08
E-mail Address: lcwl@chevron.com	Conditions of Approval:	
Date: 01/14/2007 Phone: 505-394-1247	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

RP# 1748