

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. 1<sup>st</sup> Street, 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**

*NMLB 1125555543*

**OPERATOR**

Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 <sup>TH</sup> Street	Facility Name Deeter ADV #1	Telephone No. 575-748-1471
	API Number 30-015-25638	Facility Type Battery

Surface Owner Fee	Mineral Owner	Lease No.
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**LOCATION OF RELEASE**

Unit Letter M	Section 27	Township 18S	Range 26E	Feet from the 560	North/South Line South	Feet from the 990	East/West Line West	County Eddy
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Latitude 32.71305 Longitude 104.37481

**NATURE OF RELEASE**

Type of Release Crude Oil	Volume of Release 167 B/O	Volume Recovered 0 B/O
Source of Release Hole in swedge on back on tank	Date and Hour of Occurrence 8/31/2011; AM	Date and Hour of Discovery 8/31/2011; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 8/31/2011; PM (E-mail)	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	
If a Watercourse was Impacted, Describe Fully.* N/A		

**RECEIVED**  
 SEP 07 2011  
 NMOCD ARTESIA

Describe Cause of Problem and Remedial Action Taken.\*  
A hole/split in a 4" by 3" swedge on back of oil tank caused the spill. The well was shut off and the two oil tanks and gun barrel have been disconnected from service.

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 9' X 30' (on production pad inside the unlined berm). Both oil tanks and the gun barrel will be removed from the affected area so that impacted soils can be excavated from the location. All impacted soils will be taken to a NMOCD approved disposal facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's (site ranking is 10) a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the OCD. **Depth to Ground Water: 50-99' (75', Section 27, T18S-R26E, NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 10.**

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>Amber Cannon</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Amber Cannon	Signed By <i>Mike Bratcher</i> Approved by District Supervisor:	
Title: Senior Environmental Regulatory Agent Trainee	Approval Date: <b>SEP 12 2011</b>	Expiration Date:
E-mail Address: <i>acannon@yatespetroleum.com</i>	Conditions of Approval: Remediation per OCD Rules & Guidelines. <b>SUBMIT REMEDIATION PROPOSAL NOT LATER THAN 10/12/2011</b>	Attached <input type="checkbox"/> <i>2RP-895</i>
Date: Friday, September 02, 2011      Phone: 575-748-4111		

\* Attach Additional Sheets If Necessary