

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

RECEIVED

MAR - 7 2012

NMOCD ARTESIA

Form C-141  
Revised October 10, 2003

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

NMB 1122932473

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

|  |                            |                               |
|--|----------------------------|-------------------------------|
| Name of Company<br>Yates Petroleum Corporation | OGRID Number<br>25575      | Contact<br>Jeremy Haass       |
| Address<br>104 S. 4 <sup>TH</sup> Street       |                            | Telephone No.<br>575-748-1471 |
| Facility Name<br>Allison CQ Fed. #6            | API Number<br>30-015-23211 | Facility Type<br>P&A          |

|                      |                          |           |
|----------------------|--------------------------|-----------|
| Surface Owner<br>Fee | Mineral Owner<br>Federal | Lease No. |
|----------------------|--------------------------|-----------|

LOCATION OF RELEASE

|                  |               |                 |              |                      |                           |                      |                        |                |
|------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|----------------|
| Unit Letter<br>D | Section<br>13 | Township<br>19S | Range<br>24E | Feet from the<br>990 | North/South Line<br>North | Feet from the<br>990 | East/West Line<br>West | County<br>Eddy |
|------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|----------------|

Latitude 32.66552 Longitude 104.5465

NATURE OF RELEASE

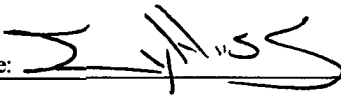
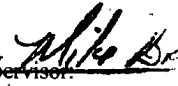

|  |  |  |
|--|--|--|
| Type of Release<br>Produced Water  | Volume of Release<br>40 B/PW                     | Volume Recovered<br>28 B/PW                |
| Source of Release<br>Water Line  | Date and Hour of Occurrence<br>7/30/2011 AM      | Date and Hour of Discovery<br>7/30/2011 AM |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br>Mike Bratcher, NMOCD II      |  |
| By Whom?<br>Amanda Trujillo, Yates Petroleum Corporation   | Date and Hour<br>7/30/2011 AM (telephone)        |  |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse.<br>N/A |  |

If a Watercourse was Impacted, Describe Fully.\*  
N/A

Describe Cause of Problem and Remedial Action Taken.\*  
Water line broke. Isolated line, called crew to fix leak and build contaminate area. Also called vac truck to recover discharged water.

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 30' X 90', all on well pad. Vacuum truck called to pick up remaining produced water, impacted soils to be scraped up and taken to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX. If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL's a work plan will be submitted. **Depth to Ground Water: >100' (approximately 265', Section 12-T19S-R24E, per NMOS), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on recovered amounts of produced water, impacted soils excavated/hailed with deeper clean top soil for root structure, and enclosed analytical results, Yates Petroleum Corporation requests closure.**

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: Jeremy Haass   | Approved by  District Supervisor |   |
| Title: Environmental Regulatory Agent  | Approval Date: MAR 12 2012  | Expiration Date: N/A  |
| E-mail Address: jhaass@yatespetroleum.com  | Conditions of Approval: N/A   | Attached <input type="checkbox"/>   |
| Date: Wednesday, March 07, 2012  | Phone: 575-748-1471   | 2RP-855  |

\* Attach Additional Sheets If Necessary