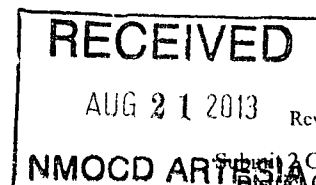


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJMW 1323541848

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Dolores AIL Federal #2 (Livingston Ridge)	API Number 30-015-26548	Facility Type Well

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-65418
--------------------------	--------------------------	-----------------------

LOCATION OF RELEASE

Unit Letter I	Section 14	Township 22S	Range 31E	Feet from the 1980'	North/South Line South	Feet from the 430'	East/West Line East	County Eddy
------------------	---------------	-----------------	--------------	------------------------	---------------------------	-----------------------	------------------------	----------------

Latitude 32.3896 Longitude 103.74089

NATURE OF RELEASE

Type of Release: Produced Water, Crude Oil	Volume of Release: 20 B/PW; 1 B/O	Volume Recovered: 0 B/PW; 0 B/O
Source of Release: Poly pipe rupture	Date and Hour of Occurrence: 8/17/2013	Date and Hour of Discovery: 8/17/2013
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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		
Describe Cause of Problem and Remedial Action Taken.* A poly pipe ruptured		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 75' X 50'. Spill is approximately 200 yards north of cattle guard where CR29 intersects. The release made a flow path on the east side of the lease road and overspray on the west side of the road. The flow line valves were shut off, leak was isolated, and Dolores water pump was shut off. The overspray that reached vegetation west of the lease road will be sprayed with micro blaze. Flow path on the east side of the lease road will be excavated and the lease road will be scraped. All excavated soils will be disposed of at an approved NMOCD facility. Vertical and horizontal delineation samples will be taken and sent to a NMOCD approved facility. Depth to Ground Water: >100' (approximately 150', Section 11, T22S-R31E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.		
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: <i>Amber Cannon</i>	Approved by District Supervisor: Signed By <i>Mike Brannon</i>	
Printed Name: Amber Cannon	AUG 23 2013	
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: acannon@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Wednesday, August 21, 2013 Phone: 575-748-4111	2RP-	

* Attach Additional Sheets If Necessary

2RP-1859

20f 2