District 1 1625 N. French Dr., Hobbs, NM 88240 District II District II District III District III District III District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Type of Release

Source of Release

Flow line

Oil, Produced Water and Gas

- 1

NM OIL CONSERVATION

ARTESIA DISTRICT

DEC 3 0 2016

Form C-141 Revised October 10, 2003

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

State of New Mexico

Energy Minerals and Natural Resources

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

Release Notification and Corrective Action

NAB/700654007	OPER	ATOR	\boxtimes	Initial Report	\boxtimes	Final Report
Name of Company	OGRID Number	Contact				
Yates Petroleum Corporation	25575	Robert Asher				
Address		Telephone No.				
104 S. 4 TH Street		575-748-1471				
Facility Name	API Number	Facility Type				
Lucy ALC State #7	30-015-32003	Battery				
Surface Owner	Mineral Owne	r		Lease No.		
State	State			V-3850		

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	34	21S	31E	660'	North	2005'	East	Eddy

Latitude 32.44029 Longitude 103.76314

NATURE OF RELEASE Volume Recovered Volume of Release 3 B/O, 2 B/PW & 25 MCF/G 0 B/O, 0 B/PW & 0 MCF/G Date and Hour of Occurrence Date and Hour of Discovery 5/13/2014; AM 5/13/2014; AM If YES. To Whom?

Was Immediate Notice Given?	If YES, To Whom?				
🗌 Yes 🗌 No 🖾 Not Required	N/A				
By Whom?	Date and Hour				
N/A	N/A				
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.				
🗌 Yes 🛛 No	N/A				
If a Watercourse was Impacted, Describe Fully.*					
N/A					
Describe Cause of Problem and Remedial Action Taken.*					
A leak in the flow line caused the release of the produced water, crude oil, and MCF gas. Roustabout crew called.					
Describe Area Affected and Cleanup Action Taken.*					
An approximate area of 100' X 30' (overspray into pasture area, east side of lease road). The flow line valves were closed, and roustabout crew called to					
repair line. Impacted soils scraped and hauled to a NMOCD approved facility. The remaining impacted area to be mowed and Micro Blazed. Depth to					
Ground Water: >100' (approximately 125', per ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body:					
>1000', SITE RANKING IS 0. Based on small amounts released, clean-up actions including scraping/Micro Blaze and site ranking is 0, 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.					
	OIL CONSERVATION DIVISION				

Printed Name: Robert Asher	Approved by District Supervisor. Mile Demonstration			
Title: NM Environmental Regulatory Supervisor	Approval Date: ////// Expiration	on Date: N/A		
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached		
Date: Friday, May 23, 2014 Phone: 575-748-4217	2RP- FINAL			
Attach Additional Sheets If Necessary		2RP-4042		