

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

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Jeremy Haass
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Sombbrero 'MS' State #1	API Number 30-025-26591	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. LG-3819
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LOCATION OF RELEASE

Unit Letter J	Section 22	Township 16S	Range 33E	Feet from the 1650'	North/South Line South	Feet from the 1650'	East/West Line East	County Lea
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Latitude 32.90443 Longitude 103.64724

NATURE OF RELEASE

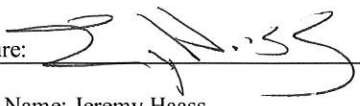
Type of Release Crude Oil	Volume of Release 10 B/O	Volume Recovered 2 B/O
Source of Release Well Head	Date and Hour of Occurrence 2/11/2013; PM	Date and Hour of Discovery 2/11/2013; PM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> 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.*
Hot oiled well, trash in back psi valve, packing blew out. Shut well in and called vac truck to pick up fluid off ground.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 75' X 30'. Packing was replaced and standing oil around well head was picked up. Impacted material was removed and hauled to a NMOCD approved site. 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. The surrounding area that was misted was sprayed with Micro Blaze. **Depth to Ground Water: >100' (approximately 148', T16S-R33E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on the release being minor per NMOSE "Guidelines for Remediation of Leaks, Spills, and Releases" and Site Ranking being a '0', and the misted area being sprayed with Micro Blaze, Yates Petroleum Corporation requests closure.**

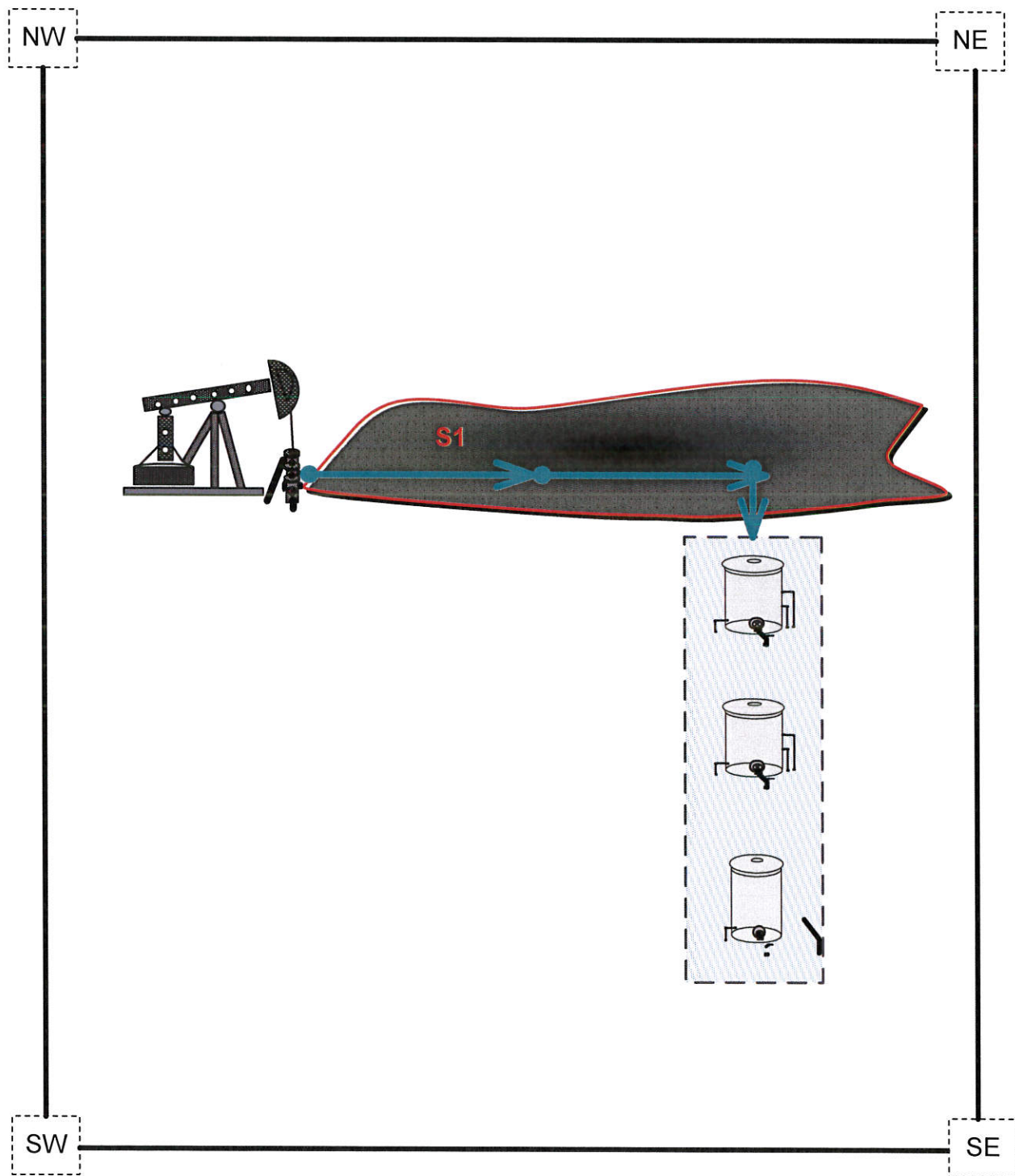
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger 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:	Expiration Date:
E-mail Address: jhaass@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Monday, March 04, 2013 Phone: 575-748-4217	2RP-	

* Attach Additional Sheets If Necessary

YATES PETROLEUM CORPORATION

Monday, March 04, 2013



February 28, 2013

JEREMY HAASS

Yates Energy Petroleum Corp
105 S 4th Street
Artesia, NM 88210

RE: SOMBRERO 'MS' STATE #1

Enclosed are the results of analyses for samples received by the laboratory on 02/27/13 10:50.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-11-3. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accredited through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,



Celey D. Keene

Lab Director/Quality Manager

Analytical Results For:

 Yates Energy Petroleum Corp
 JEREMY HAASS
 105 S 4th Street
 Artesia NM, 88210
 Fax To: (505) 748-4635

Received:	02/27/2013	Sampling Date:	02/26/2013
Reported:	02/28/2013	Sampling Type:	Soil
Project Name:	SOMBRERO 'MS' STATE #1	Sampling Condition:	Cool & Intact
Project Number:	30-025-26591	Sample Received By:	Jodi Henson
Project Location:	LEA COUNTY		

Sample ID: S 1 (H300517-01)

BTEX 8021B		mg/kg		Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
Benzene*	<0.050	0.050	02/28/2013	ND	2.16	108	2.00	6.74		
Toluene*	<0.050	0.050	02/28/2013	ND	2.20	110	2.00	6.80		
Ethylbenzene*	<0.050	0.050	02/28/2013	ND	2.11	106	2.00	6.14		
Total Xylenes*	<0.150	0.150	02/28/2013	ND	6.50	108	6.00	6.05		
Total BTEX	<0.300	0.300	02/28/2013	ND						

Surrogate: 4-Bromofluorobenzene (PIL) 111 % 89.4-126

TPH 8015M		mg/kg		Analyzed By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
GRO C6-C10	<10.0	10.0	02/27/2013	ND	215	108	200	1.75		
DRO >C10-C28	227	10.0	02/27/2013	ND	212	106	200	1.51		

Surrogate: 1-Chlorooctane 85.7 % 65.2-140

Surrogate: 1-Chlorooctadecane 99.2 % 63.6-154

Cardinal Laboratories

*=Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager

Notes and Definitions

ND	Analyte NOT DETECTED at or above the reporting limit
RPD	Relative Percent Difference
**	Samples not received at proper temperature of 6°C or below.
***	Insufficient time to reach temperature.
-	Chloride by SM4500Cl-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

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Celey D. Keene, Lab Director/Quality Manager

