

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

Form C-141
Revised August 8, 2011

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

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	Contact Chase Settle	
Address 104 S. 4 th Street, Artesia, NM 88210	Telephone No. 575-748-4171	
Facility Name Belco AIA Federal Battery	Facility Type Battery	
Surface Owner Federal	Mineral Owner Federal	API No. 30-025-26826

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	14	20S	32E	1980'	South	1980'	East	Lea

Latitude 32.57120 Longitude -103.73433

NATURE OF RELEASE

Type of Release Produced Water and Crude Oil	Volume of Release 2 B/O & 148 B/PW	Volume Recovered 0 B/O & 130 B/PW
Source of Release Failure of the discharge line from the transfer pump.	Date and Hour of Occurrence 06/19/2015; 7:00 AM	Date and Hour of Discovery 06/19/2015; 7:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Kellie Jones, Jim Amos	
By Whom? Robert Asher/ Yates Petroleum Corporation	Date and Hour 06/19/2015; 11:00 AM	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

RECEIVED

By OCD District 1 at 10:06 am, Jul 01, 2015


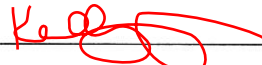
If a Watercourse was Impacted, Describe Fully.*
N/A

Describe Cause of Problem and Remedial Action Taken.*

A failure occurred with the discharge line from the transfer pump causing a release of produced water and crude oil. Wells were shut in, transfer pump was turned off, and vacuum truck was dispatched to remove standing fluid.

Describe Area Affected and Cleanup Action Taken.* An approximate area of 170' X 16' was affected south of the batteries off the location, and an area approximately 318' X 60' east and north of the battery was affected on the production pad. Excavated soil will be hauled to a NMOCD approved 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 10) a Final Report, C-141 will be submitted to the OCD requesting closure. If analytical results are above the RRAL's a work plan will be submitted to NMOCD. **Depth to Ground Water: 50-99' (>76', Section 14, T20S-R32E, no groundwater present above 76' per previous core data 09/17/2007), 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: 	OIL CONSERVATION DIVISION	
Printed Name: Chase Settle	Approved by Environmental Specialist: 	
Title: NM Environmental Regulatory Agent	Approval Date: 07/01/2015	Expiration Date: 10/01/2015
E-mail Address: csettle@yatespetroleum.com	Conditions of Approval: Site samples required. Delineate and remediate as per MNOCD guides. Geotag photographs of remediation required.	Attached <input type="checkbox"/> 25575 1RP-3711
Date: 06/30/2015	Phone: 575-748-4171	

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pKJ1518236712