

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

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

RECEIVED

By JKeyes at 8:15 am, Nov 10, 2015

Form C-141
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 Amber Griffin |
| Address 104 S. 4 th Street | Telephone No. 575-748-1471 |
| Facility Name Presidente BPD State Com #1H | Facility Type Well/Battery |

| | | |
|------------------------|------------------------|-------------------------|
| Surface Owner State | Mineral Owner State | API No. 30-025-39660 |
|------------------------|------------------------|-------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|---------------|
| Unit Letter D | Section 32 | Township 25S | Range 32E | Feet from the 330 | North/South Line North | Feet from the 660 | East/West Line West | County Lea |
|------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|---------------|

Latitude 32.0931 Longitude 103.7033

NATURE OF RELEASE

| | | |
|---|--|---|
| Type of Release Produced water | Volume of Release 150 B/PW | Volume Recovered 150 B/PW |
| Source of Release Water tanks caught on fire | Date and Hour of Occurrence 10/28/2015; 12:30PM | Date and Hour of Discovery 10/28/2015; 12:30PM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Kellie Jones, Ian Dolly, Amber Groves, Mathew Hagman, Mark Naranjo, & Dana Strang | |
| By Whom? Robert Asher/Yates Petroleum Corporation | Date and Hour 10/28/2015 4:58PM (Email) | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume of Watercourse. N/A | |

APPROVED

By JKeyes at 8:15 am, Nov 10, 2015

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

Describe Cause of Problem and Remedial Action Taken.

The water tanks at the location caught on fire. All valves for incoming lines to the battery were shut and water pumps were shut off at other Yates' facilities nearby that pump water to the location. The Presidente well was already shut-in at the time of the fire and there was no lightening/storms in the area at the time of the fire. The cause of the fire is unknown.

Describe Area Affected and Cleanup Action Taken.

The area affected was within a lined, bermed battery. All released fluids were contained and no damage was done to the liner as a result of the fire. **Depth to Ground Water: > 100' (approximately 405', Section 32, T25S-R32E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Yates Petroleum requests closure based off all liquids being contained within a lined berm and all liquids released being recovered by a vacuum truck.**

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: <i>Amber Griffin</i> | | OIL CONSERVATION DIVISION | |
| Printed Name: Amber Griffin | | Approved by Environmental Specialist: <i>Jane Keyes</i> | |
| Title: NM Environmental Regulatory Agent | | Approval Date: 11/10/2015 | Expiration Date: /// |
| E-mail Address: agriffin@yatespetroleum.com | | Conditions of Approval: | |
| Date: November 3, 2015 Phone: 575-748-4111 | | 1RP- /// | Attached <input type="checkbox"/> 1RP 3967 |

* Attach Additional Sheets If Necessary