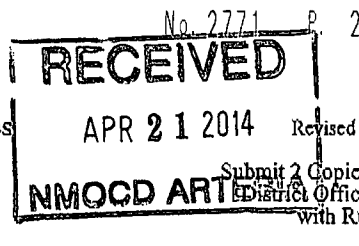


Apr. 17. 2014 3:54PM

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



Release Notification and Corrective Action

AMLB 1417059578

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Jester SWD #4	API Number 30-015-35217	Facility Type Production Pad

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-105 213
--------------------------	--------------------------	-------------------------


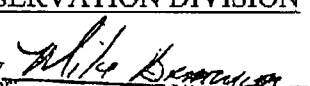
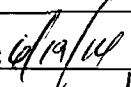
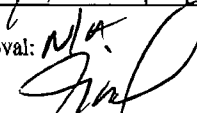
LOCATION OF RELEASE

Unit Letter C	Section 12	Township 24S	Range 29E	Feet from the 990	North/South Line North	Feet from the 1650	East/West Line West	County Eddy
------------------	---------------	-----------------	--------------	----------------------	---------------------------	-----------------------	------------------------	----------------

Latitude 32.23657 Longitude 103.94079

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 130 B/PW	Volume Recovered 130 B/PW
Source of Release Produced water tank	Date and Hour of Occurrence 4/2/2014, PM	Date and Hour of Discovery 4/2/2014 PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD II & Duncan Whitlock/BLM CFO	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 4/7/2014, AM	
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.* Power failure at battery, transfer pumps not running causing tank to overflow. Vacuum truck(s) called.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 100' X 50' within the bermed and lined battery. All produced water was recovered. Power restored to pump/battery. Depth to Ground Water: <50' (approximately 18', Section 16, T24S-R29E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 20. Based on battery is bermed/lined and all released produced water recovered, 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: Robert Asher		Signed By  Approved by District Supervisor:	
Title: Environmental Regulatory Agent		Approval Date: 	Expiration Date: N/A
E-mail Address: boba@ypcnm.com		Conditions of Approval: 	Attached <input type="checkbox"/>
Date: Thursday, April 17, 2014 Phone: 575-748-4217		2RP-	

* Attach Additional Sheets If Necessary

2RP-2348



FACSIMILE TRANSMITTAL SHEET

FROM: Robert Asher	TO: Mike Bratcher/NMOCD II
DATE: Thursday, April 17, 2014	FAX NUMBER: 9-748-9720
TOTAL NO. OF PAGES INCLUDING COVER: 2	RE: Jester SWD #4
NOTES:	COMMENTS:

☐ URGENT ☒ FOR REVIEW ☐ PLEASE COMMENT ☐ PLEASE REPLY ☐ PLEASE RECYCLE

NOTES/COMMENTS:**INITIAL & FINAL REPORT.**

Report for 4/2/2014 release.

If you have any questions, contact me at 575-748-4217.

Thank you.

Robert Asher

NM Environmental Regulatory Supervisor