

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

RECEIVED

OCT 30 2013

NMOCD ARTESIA

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 Amber Cannon
Address 105 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Martha AIK Federal #1	API Number 30-015-26549	Facility Type Battery/Tin Horn

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-65417
--------------------------	--------------------------	-----------------------

LOCATION OF RELEASE

Unit Letter P	Section 11	Township 22S	Range 31E	Feet from the 330'	North/South Line South	Feet from the 430'	East/West Line East	County Eddy
------------------	---------------	-----------------	--------------	-----------------------	---------------------------	-----------------------	------------------------	----------------

Latitude 32.39966 Longitude 103.74086

NATURE OF RELEASE

Type of Release Produced Water; Crude Oil	Volume of Release 250 B/PW; 1 B/O	Volume Recovered 0 B/PW; 0 B/O
Source of Release Water transfer line	Date and Hour of Occurrence 6/7/2013; AM	Date and Hour of Discovery 6/7/2013, AM
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	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 6/7/2013; 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.*

A water transfer line east of the battery at the tin horn ruptured.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 60' X 300' (release occurred south from the tin horn). All wells were turned off, water pumps were shut off, foreman was notified and crews were called to fix the water line. A crew will be called to do initial clean-up of the area, and all excavated soils will be disposed of at an approved NMOCD facility. Vertical and horizontal delineation samples will be taken and sent to a NMOCD approved facility. Depth to Ground Water: >100' (approximately 150', Section 11, T22S-R31E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Yates Petroleum requests closure, please see attached cover letter for additional information.

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 Cannon</i>	OIL CONSERVATION DIVISION	
Printed Name: Amber Cannon	Approved by District Supervisor: <i>[Signature]</i>	
Title: Environmental Regulatory Agent	Approval Date: 1/15/15	Expiration Date: NA
E-mail Address: acannon@yatespetroleum.com	Conditions of Approval: <i>Final</i>	Attached <input type="checkbox"/>
Date: Wednesday, October 30, 2013	Phone: 575-748-4111	2RP-1692

* Attach Additional Sheets If Necessary

2RP-1692