

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S 1st Street, 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

nMLB1126434762

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 Williams Battery	API Number 30-015-24072	Facility Type Battery

Surface Owner Fee	Mineral Owner Fee	Lease No.
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LOCATION OF RELEASE

Unit Letter F	Section 25	Township 18S	Range 26E	Feet from the 1980	North/South Line North	Feet from the 2310	East/West Line West	County Eddy
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Latitude 32.72046 Longitude 104.33618

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 189 B/PW	Volume Recovered 120 B/PW
Source of Release Water tank ruptured from lightning strike	Date and Hour of Occurrence 9/18/2011; AM	Date and Hour of Discovery 9/18/2011; 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? Amber Cannon/Yates Petroleum Corporation	Date and Hour 9/19/2011; 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		

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SEP 20 2011
NMOCD ARTESIA

Describe Cause of Problem and Remedial Action Taken.*
A water tank ruptured when it was struck by lightning causing produced water to spill. Wells were turned off and shut in, a vacuum truck was called to recover spilled water, and power on the water pump was turned off.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 60' X 135' (inside water tank berm, on production pad to the southwest of water tank and off of production pad to the east). Impacted soils will be scrapped from location and taken to an NMOCD approved disposal 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 is 20) a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the OCD. **Depth to Ground Water: <50' (35', Section 24, T18S-R26E, NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 20.**

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>Mike Bratcher</i>	
Title: Senior Environmental Regulatory Agent	Approval Date: SEP 21 2011	Expiration Date:
E-mail Address: <i>acannon@yatespetroleum.com</i>	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	Attached <input type="checkbox"/>
Date: Tuesday, September 20, 2011 Phone: 575-748-4111	<i>2RP-907</i>	

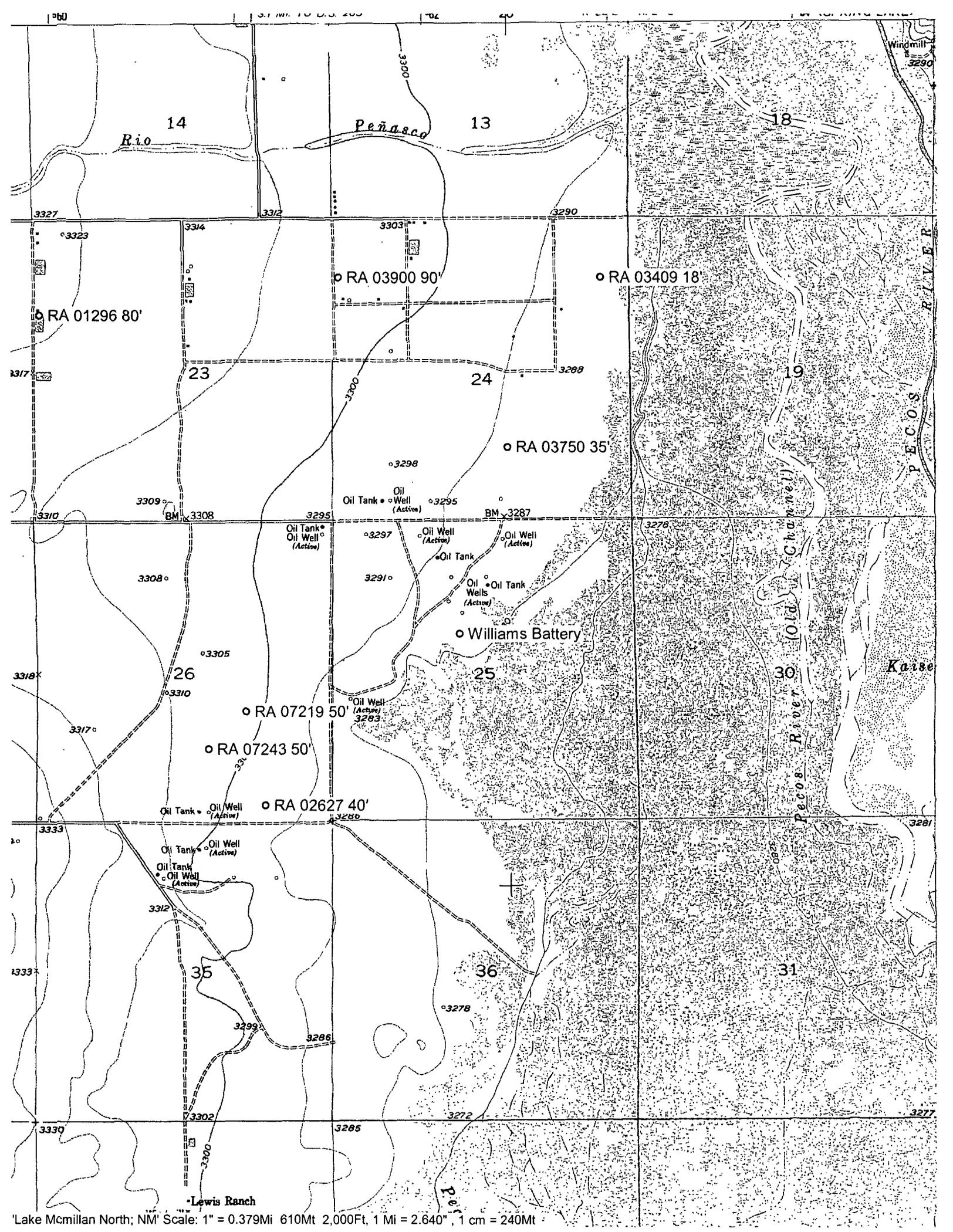
* Attach Additional Sheets If Necessary

PROPOSAL NOT LATER THAN:
10/21/2011

(quarters are 1=NW 2=NE 3=SW 4=SE)
(quarters are smallest to largest) (NAD83 UTM in meters)

POD Number	Sub basin	Use	County	Source	q q q			Tws	Rng	X	Y	Start Date	Finish Date	Log File	(in feet)		
					6416	4	4							Sec	Date	Depth Well	Depth Water
<u>RA 03600</u>		OIL	ED		2	3	2	14	18S	26E	560956	3623821*	07/08/1956	07/22/1956	07/22/1958	955	
<u>RA 03618</u>		OIL	ED		3	2	20	18S	26E	556037	3622093*	07/23/1956	08/06/1956	08/15/1956	1838		
<u>RA 03634</u>		OIL	ED		3	1	4	11	18S	26E	560757	3624835*	08/17/1956	08/30/1956	10/26/1956	1797	
<u>RA 03639</u>		OIL	ED		4	4	3	11	18S	26E	560555	3624429*	08/31/1956	09/14/1956	07/17/1958	1710	
<u>RA 03654</u>		DOM	ED	Shallow	1	3	1	04	18S	26E	556715	3627041*	10/20/1956	10/23/1956	02/26/1957	100	50
<u>RA 03731</u>		DOM	ED	Shallow	1	1	1	14	18S	26E	559953	3624223*	05/20/1957	05/21/1957	05/27/1957	120	30
<u>RA 03732</u>		DOM	ED	Shallow	4	2	4	08	18S	26E	556523	3624820*	06/13/1967	06/14/1967	06/26/1967	200	175
<u>RA 03750</u>		STK	ED	Shallow	3	4	24	18S	26E	562465	3621299*	08/21/1957	08/24/1957	09/03/1957	110	35	
<u>RA 03756</u>		DOM	ED	Shallow	1	1	4	10	18S	26E	559147	3625027*	08/31/1957	09/07/1957	09/17/1957	148	55
<u>RA 03760</u>		DOM	ED	Shallow	1	3	1	04	18S	26E	556715	3627041*	07/20/1958	07/25/1958	09/02/1958	100	60
<u>RA 03771</u>		DOM	ED	Shallow	3	1	3	22	18S	26E	558354	3621592*	04/05/1969	04/11/1969	04/14/1969	110	75
<u>RA 03789</u>		DOM	ED	Shallow	4	3	1	10	18S	26E	558541	3625227*	09/09/1957	09/11/1957	09/17/1957	114	50
<u>RA 03818</u>		DOM	ED	Shallow	4	4	05	18S	26E	556417	3626133*	03/10/1958	03/13/1958	05/06/1958	100	60	
<u>RA 03900</u>		DOM	ED	Artesian	1	3	1	24	18S	26E	561557	3622206*	07/17/1958	08/08/1958	08/11/1958	845	90
<u>RA 03966</u>		DOM	ED	Artesian	2	1	2	18	18S	26E	554513	3624205*	03/19/1985	04/04/1985	04/23/1985	50	18
<u>RA 03966</u>		IRR	ED	Artesian	2	1	2	18	18S	26E	554513	3624205*	03/19/1985	04/04/1985	04/23/1985	50	18
<u>RA 04022</u>		OBS	CH	Artesian	2	1	35	18S	26E	560465	3619281*		07/22/1960		520		
<u>RA 04043</u>		DOM	ED	Shallow	1	1	1	04	18S	26E	556712	3627444*	05/01/1959	05/01/1959	06/15/1959	87	60
<u>RA 04136</u>		DOM	ED	Shallow	1	1	32	18S	26E	555246	3619273*	12/19/1959	12/22/1959	03/03/1960	152	90	
<u>RA 04145</u>		DOM	ED	Shallow	1	1	1	06	18S	26E	553492	3627435*	01/19/1960	02/10/1960	02/25/1960	201	119
<u>RA 04145</u>		PRO	ED	Shallow	1	1	1	06	18S	26E	553492	3627435*	01/19/1960	02/10/1960	02/25/1960	201	119
<u>RA 04160</u>		OBS	ED	Shallow	1	4	1	29	18S	26E	555542	3620580*	02/12/1960	02/15/1960	03/03/1960	160	100
<u>RA 04283</u>		OBS	LE	Shallow	1	4	3	20	18S	26E	555538	3621384*	08/04/1960	08/04/1960	08/11/1960	158	125

*UTM location was derived from PLSS - see Help



14
Rio

Peñasco

Windmill
3290

3327 3312 3303 3290
 3323 3314 3303
 RA 01296 80' RA 03900 90' RA 03409 18'
 3317 23 24 3288
 3310 3309 3308 3295 3298 3295 3287
 Oil Tank Oil Well (Active) Oil Tank Oil Well (Active)
 3308 3297 Oil Well (Active) Oil Tank Oil Well (Active)
 3305 3291 Oil Wells (Active) Oil Tank
 Williams Battery
 3318 26 3310 3283
 RA 07219 50' Oil Well (Active)
 RA 07243 50'
 RA 02627 40'
 Oil Tank Oil Well (Active) Oil Tank Oil Well (Active)
 Oil Tank Oil Well (Active)
 3333 3312 3288
 3333 35 36 3278
 3299 3286
 3330 3302 3285 3272 3271

Lewis Ranch

Bratcher, Mike, EMNRD

From: Amber Cannon [ACannon@yatespetroleum.com]
Sent: Monday, September 19, 2011 12:06 PM
To: Bratcher, Mike, EMNRD
Cc: Lisa Norton; Amanda Trujillo; Jeremy Haass; Jerry Fanning; Bob Asher
Subject: Release (Williams Battery)

Mike,

Yates Petroleum Corporation is reporting a release at the following location.

Williams Battery
Section 25, T18S-R26E
Eddy County, New Mexico

Date/Time of Release: 9/17/2011; Unknown

Released: Approximately 170 B/PW
Recovered: Approximately 120 B/PW

Release was contained within a lined/bermed battery, but there appears to have been an overspray, soaking into caliche pad.

Release was caused when the water tank was struck by lightning.

There was miscommunication within Yates Petroleum when this release occurred and we are working on the release.

A C-141 Report will be submitted with complete information.

Thank you.

Amber Cannon
Yates Petroleum Corporation