

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

Form C-141
Revised October 10, 2003

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

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

nmlb/129145257

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Jeremy Haass
Address 104 S. 4 TH Street	Telephone No. 575-748-1471	
Facility Name Rodke 'AOY' #1	API Number 30-015-28404	Facility Type Pumping Unit

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

Unit Letter C	Section 21	Township 19S	Range 25E	Feet from the 660'	North/South Line North	Feet from the 660'	East/West Line East	County Eddy
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Latitude 32.65177 Longitude 104.48283

NATURE OF RELEASE

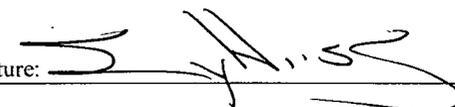
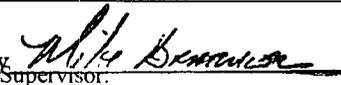
Type of Release Oil & Produced Water mix	Volume of Release 8 B/oil & produced water mix	Volume Recovered 0 B/oil & produced water mix
Source of Release Under ground flow line	Date and Hour of Occurrence 9/29/2011; PM	Date and Hour of Discovery 9/29/2011; PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD II	RECEIVED OCT 04 2011 NMOCD ARTESIA
By Whom? Jeremy Haass/Yates Petroleum Corporation	Date and Hour 9/29/2011, PM (email)	
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.*
An under ground flow line leaked. The well was shut in, back hoe crew was called to the location to remove impacted soil and dispose at a NMOSD approved facility.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 100' X 10'. The well was shut in and down stream valve was closed. **Depth to Ground Water: >100' (approximately 130', Section 22, T19S-R25E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on site ranking of "0" and the small amount of fluid lost, 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: Jeremy Haass	Signed By  Approved by District Supervisor.	
Title: Environmental Regulatory Agent	Approval Date: <u>10/18/2011</u>	Expiration Date:
E-mail Address: jhaass@yatespetroleum.com	Conditions of Approval: <u>Approved as Initial Only</u>	Attached <input type="checkbox"/>
Date: Thursday, September 29, 2011	Phone: 575-748-4217	

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**

2RP-919

Bratcher, Mike, EMNRD

From: Bratcher, Mike, EMNRD
Sent: Tuesday, October 18, 2011 1:47 PM
To: 'Jeremy Haass'
Subject: Rodke AOY 1 Release 9/29/11

Reference: Yates Petroleum * Rodke AOY 1 * 30-015-28404 * C-21-19s-25e * Eddy County, New Mexico
OCD Reference Number: 2RP-919 * DOR: 9/29/11 ATTN: Jeremy Haass

Jeremy,

The C-141 submitted for the above referenced release was submitted as an Initial and Final report. It indicates a backhoe was dispatched and removed contaminated soils. Do you know if any samples were obtained from the excavation?

There was another release reported for this same well (DOR: 8/26/11). The source of both releases was listed as a flowline. Assuming both releases were from the same flowline, do you know if they were in the same place? The lat/long is listed as the same for both releases, but may be the lat/long of the well and not the actual releases. The first release was a net 7 bbl oil release with the second being reported as a net 8 bbl oil/produced water release. The first release proposes to obtain samples while the second release is requesting closure.

Thanks,

Mike Bratcher
NMOCD District 2
811 S. First Street
Artesia, NM 88210
575-748-1283 Ext. 108
575-626-0857
mike.bratcher@state.nm.us