

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

**RECEIVED**

Form C-141  
Revised October 10, 2003

Oil Conservation Division **SEP 24 2010**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505 **HOBSOCD**

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 Robert Asher
Address 104 S. 4 <sup>TH</sup> Street	API Number 30-025-31576	Telephone No. 575-748-1471
Facility Name Kiwi AKX State Battery	Facility Type Battery	
Surface Owner State	Mineral Owner State	Lease No. VB-134

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	16	22S	32E	2310	South	990	East	Lea

Latitude 33.39066 Longitude 103.67376

**NATURE OF RELEASE**

Type of Release Oil & Produced Water	Volume of Release 2 B/O & 50 B/PW	Volume Recovered 1 B/O & 15 B/PW
Source of Release Sight glass on knockout	Date and Hour of Occurrence 9/11/2010 AM	Date and Hour of Discovery 9/11/2010 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Hill/NMOCD I (e-mail & voicemail)	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 9/13/2010 PM	
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 WATER @ 310'

Describe Cause of Problem and Remedial Action Taken.\*  
Sight glass on knockout broke causing release Vacuum truck and backhoe called.

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 20' X 70'. Sight glass replaced. Oil & produced water contained within berm, battery lined with 20 mil liner. Vacuum truck recovered oil & produced water, remaining oil and produced water suspended within impacted gravel, gravel being removed and hauled to an OCD approved facility. Liner will be inspected before new gravel replaced and closure requested. **Depth to Ground Water: > 100' (340', Section 14, T22S-R23E, NMOSE); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0.**

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Robert Asher	ENV SPECIALIST Approved by District Supervisor: 	
Title Environmental Regulatory Agent	Approval Date: 9/24/10	Expiration Date: 11/24/10
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Thursday, September 23, 2010 Phone 575-748-4217	IRP- 3-12-2789	

\* Attach Additional Sheets If Necessary

APR 02 2012