

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

RECEIVED
APR 11 2012
NMOCD ARTESIA

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

nMLB/213048/30 **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 Achen Frey DM Battery	API Number 30-015-24536	Facility Type Battery

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

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	14	17S	25E	2310	South	330	East	Eddy

Latitude 32.83439 Longitude 104.44777

NATURE OF RELEASE

Type of Release Produced water/Crude Oil/Gas	Volume of Release 1.5 B/PW, 1.5 B/O, 1500 MCF G	Volume Recovered 1 B/PW, 1 B/O
Source of Release PVC line	Date and Hour of Occurrence 4/5/2012; PM	Date and Hour of Discovery 4/5/2012; 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	
By Whom? Amber Cannon/Yates Petroleum Corporation	Date and Hour 4/5/2012; PM <i>4PM</i>	
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.*
During excavation from previous release, a capped off PVC was hit and caused water/oil/gas mix to release. The foreman and pumper were immediately notified of situation and pumper turned off meters to get release stopped. Liquids were recovered from release.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 7' X 3' (contained within an unlined bermed battery). Impacted soils will be excavated and disposed of at an NMOCD approved 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 0) 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: >100' (135', Section 14, T17S-R25E, 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: <i>Amber Cannon</i> Printed Name: Amber Cannon Title: Environmental Regulatory Agent E-mail Address: acannon@yatespetroleum.com Date: Wednesday, April 11, 2012 Phone: 575-748-4111	<p>OIL CONSERVATION DIVISION</p> <p>Signed By <i>Mike Bratcher</i> Approved by District Supervisor.</p> <p>Approval Date: MAY 09 2012 Expiration Date:</p> <p>Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: <i>6/9/2012</i></p> <p>Attached <input type="checkbox"/></p>
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* Attach Additional Sheets If Necessary

JRP-1117