

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

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

nJMW 1219447848 OPERATOR Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Lupe Carrasco
Address 104 S. 4 TH Street	Facility Name Glow Worm ALX Federal Battery	Telephone No. 575-748-1471
Facility Name Glow Worm ALX Federal Battery	API Number 30-015-35313	Facility Type Battery
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-81953

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	4	23S	31E					Eddy

Latitude 32.04040 Longitude 103.20855

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 900 B/PW	Volume Recovered 900 B/PW
Source of Release Fiberglass Tank.	Date and Hour of Occurrence 6/24/2012; AM	Date and Hour of Discovery 6/24/2012; 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 & Randy Dade/NMOCD II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 6/25/2012; AM (e-mail)	
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.*
Power loss at battery. Water pumps and alarms did not work, causing tank to run over. Vacuum trucks called to the location. Isolated tank, pump started.

Describe Area Affected and Cleanup Action Taken.*
An approximate total areas of 40' X 120'. All released water contained within lined/bermed battery. All released water was recovered. **Depth to Ground Water: >100'** (354', Section 5, T23S-R31E, per the NMOSE/ISC), **Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.** Based on all recovered amounts of produced water, release within bermed/lined containment area, 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: <i>Lupe Carrasco</i>	OIL CONSERVATION DIVISION	
Printed Name: Lupe Carrasco	Approved by District Supervisor:	Signed By: <i>Mike Bratcher</i>
Title: Environmental Regulatory Agent	Approval Date: JUL 12 2012	Expiration Date:
E-mail Address: lcarrasco@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Tuesday, July 03, 2012 Phone: 575-748-4350	2RP-1218	

* Attach Additional Sheets If Necessary

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

8/12/12