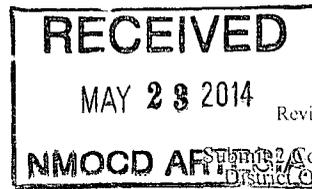


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nHMP 1414939095

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Chase Settle
Address 104 S. 4 TH Street	Telephone No. 575-748-4147	
Facility Name Julie #2 Battery	API Number 30-015-27047	Facility Type Battery
Surface Owner Private	Mineral Owner Private	Lease No.

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	17	19S	25E	660'	North	1980'	East	Eddy

Latitude 32.66633 Longitude -104.50431

NATURE OF RELEASE

Type of Release Crude oil	Volume of Release; 25 B/O	Volume Recovered 20 B/O
Source of Release Crude oil tank overflowed due to failure of a spill over valve	Date and Hour of Occurrence 5/16/2014; AM	Date and Hour of Discovery 5/16/2014; 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, Heather Patterson, Randy Dade	
By Whom? Bob Asher	Date and Hour 5/19/2014; 9:48 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		
Describe Cause of Problem and Remedial Action Taken.* The crude oil tank spill over valve failed to equalize and disperse volume to the other tanks, causing the release. Wells were shut in and vacuum trucks were called to remove the standing fluid.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 120' X 15' was affected within the bermed battery. Vacuum trucks were called to remove standing fluid, and impacted soil will be removed and taken to 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' (approximately 105', Section 17, T19S-R25E, per 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:	OIL CONSERVATION DIVISION	
Printed Name: Chase Settle	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: <u>5/29/14</u>	Expiration Date: <u>NA</u>
E-mail Address: CSettle@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Friday, May 23, 2014 Phone: 575-748-4171	Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

5/29/14
2 RP-2317

Bratcher, Mike, EMNRD

From: Tanna Adams <TCAdams@yatespetroleum.com>
Sent: Friday, May 23, 2014 9:54 AM
To: Bratcher, Mike, EMNRD
Cc: Chase Settle; Bob Asher
Subject: Julie #2 Battery
Attachments: Julie #2.pdf

Mr. Bratcher,

Please find attached the C141 Initial for the below listed location.

Julie #2 Battery
30-015-27047
N-Section 8, T19S-R25E
660 FSL & 1980 FWL
Eddy County, New Mexico

Thanks,

Tanna Adams
Yates Petroleum Corporation
Environmental Tech
Environmental Department
TCAdams@yatespetroleum.com

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Patterson, Heather, EMNRD

From: Bob Asher <BobA@yatespetroleum.com>
Sent: Monday, May 19, 2014 9:48 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; Dade, Randy, EMNRD
Cc: Amber Cannon; Chase Settle; Katie Parker; Manuel Gonzalez; Tanna Adams
Subject: Release Notification (Julie Com. #2)

Follow Up Flag: Follow up
Flag Status: Completed

Yates Petroleum Corporation is reporting a release at the following location (5/16/2014).

Julie Com. #2
30-015-27047
Section 17, T19S-R25E
660 FNL & 1980 FEL
Eddy County, New Mexico

Released: 25 B/O; Recovered: 20 B/O.

Release caused by equalizer line being shut in to other tanks. Vacuum truck(s) were called.

The release was initially reported as 10 B/O, the report received this morning had the release classified as Major, please contact me if there are any questions.

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

Thank you.

Robert Asher
NM Environmental Regulatory Supervisor
Yates Petroleum Corporation
105 S. 4th Street
Artesia, NM 88210
575-748-4217 (Office)
575-365-4021 (Cell)

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