

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**

**OPERATOR**

Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 <sup>TH</sup> Street		Telephone No. 575-748-1471
Facility Name Martha AIK Federal #4	API Number 30-015-26724	Facility Type Wellhead
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-65417

**LOCATION OF RELEASE**

Unit Letter J	Section 11	Township 22S	Range 31E	Feet from the 1980'	North/South Line South	Feet from the 1650'	East/West Line East	County Eddy
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Latitude 32.40419 Longitude 103.74482

**NATURE OF RELEASE**

Type of Release Produced Water; Crude Oil	Volume of Release 80 B/PW; 20 B/O	Volume Recovered 0 B/PW; 0 B/O
Source of Release Valve on tubing	Date and Hour of Occurrence 11/6/2013; AM	Date and Hour of Discovery 11/6/2013, 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/NMOCD II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 11/7/2013; 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		

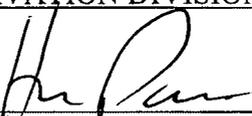
**Describe Cause of Problem and Remedial Action Taken.\***

A 1" valve on tubing was half open. Cows in the area busted down the guard rail around the wellhead and ran into valve causing it to fully open and release produced water and crude oil. The well was shut off, the valve was closed and roustabouts were called for initial clean-up.

**Describe Area Affected and Cleanup Action Taken.\***

The pad area around the wellhead and pumpjack, as well as an area off the west side of the production pad were affected. A crew was called to do initial clean-up of the area, and all excavated soils will be disposed of at an approved NMOCD facility. Vertical and horizontal delineation samples will be taken and sent to a NMOCD approved facility. **Depth to Ground Water: >100' (approximately 100-150', Section 11, T22S-R31E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.** Yates Petroleum requests closure based on work being completed as approved by both NMOCD and BLM from a work plan submitted to both agencies on February 24, 2014. All analytical reports and site diagram of release area were submitted to both agencies in the work plan. Off the production pad Yates went ahead and excavated to a depth of 4', even though it was required by the work plan. No further work is needed at this site.

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: Amber Cannon	Approved by District Supervisor: 	
Title: Environmental Regulatory Agent	Approval Date: <u>7/2/14</u>	Expiration Date: <u>NA</u>
E-mail Address: <u>acannon@yatespetroleum.com</u>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Tuesday, July 01, 2014	Phone: 575-748-4111	2RP- 2078 