

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

HOBBS OCD

SEP 25 2014

RECEIVED

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 Robert Asher |
| Address 104 S. 4 TH Street | | Telephone No. 575-748-1471 |
| Facility Name Ninja BMN State Com. #1H | API Number 30-005-29083 | Facility Type Battery |

| | | |
|--------------------------|------------------------|------------------------|
| Surface Owner Federal | Mineral Owner State | Lease No. NM-105886 |
|--------------------------|------------------------|------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|------------------|
| Unit Letter A. | Section 11 | Township 15S | Range 31E | Feet from the 990 | North/South Line North | Feet from the 200 | East/West Line East | County Chaves |
|-------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|------------------|

Latitude 33.03493 Longitude 103.78386

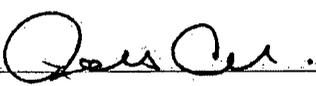
NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release Oil | Volume of Release 15 B/O | Volume Recovered 15 B/O |
| Source of Release Equalizer line | Date and Hour of Occurrence 12/16/2010 - AM | Date and Hour of Discovery 12/16/2010 - AM |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? N/A | |
| By Whom? N/A | Date and Hour N/A | |
| 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.*
Equalizer line became plugged causing tank to run over. Vacuum truck and roustabout crew was called.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 48' X 20' (all inside bermed battery, battery is lined). Vacuum truck picked up all oil. Impacted gravel removed and hauled to an NMOCD approved facility, being replaced with new, clean gravel. **Depth to Ground Water: >100' (approximately 264' per NMOSE & 300' per Chevron/Texaco trend map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on the battery being lined and all released oil was recovered, 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:  | OIL CONSERVATION DIVISION | |
| Printed Name: Robert Asher | Approved by District Supervisor:  | |
| Title: Environmental Regulatory Agent | Approval Date: <u>9-25-14</u> | Expiration Date: _____ |
| E-mail Address: boba@yatespetroleum.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: Tuesday, December 28, 2010 | Phone: 575-748-4217 | IRP- _____ |

IRP- 3353

* Attach Additional Sheets If Necessary

170 1426 827611
p70 1426 827766

SEP 25 2014