

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., 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

**NM OIL CONSERVATION**

ARTESIA DISTRICT

MAR 26 2015

Form C-141  
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

**Release Notification and Corrective Action**

NAB1509049752

**OPERATOR**

Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 <sup>th</sup> Street	Telephone No. 575-748-1471	
Facility Name Corral Draw AQH Federal #2	Facility Type Battery	

Surface Owner Federal	Mineral Owner Federal	API No. 30-015-34257
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**LOCATION OF RELEASE**

Unit Letter F	Section 13	Township 24S	Range 29E	Feet from the 1980	North/South Line North	Feet from the 1980	East/West Line West	County Eddy
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Latitude 32.21925 Longitude 103.93973

**NATURE OF RELEASE**

Type of Release Crude Oil & Produced Water	Volume of Release 5 B/O & 10 B/PW	Volume Recovered 4 B/O & 9 B/PW
Source of Release Pressure gauge on pumping unit	Date and Hour of Occurrence 3/14/2015; AM	Date and Hour of Discovery 3/14/2015; 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..	

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\*

The top of the pressure gauge failed, causing the release. Vacuum truck(s) and roustabout crews were called.

Describe Area Affected and Cleanup Action Taken.\*

An approximate area of 25' X 20' (on well pad) and 50' X 5' (off of well pad). The valves were closed, the pressure gauge was replaced, and remaining released oil/produced water was recovered (4 B/O & 9 B/PW). Well pad impacted soils will be excavated /hauled to a NMOCD approved facility. Off pad impacted soils will be remediated in-place. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX (chlorides for documentation) are under RRAL's (site ranking is 10) a Final Report, C-141 will be submitted to the NMOCD requesting closure. If the analytical results are above the RRAL's a work plan will be submitted to the NMOCD. **Depth to Ground Water: >100' (approximately 125', per ChevronTexaco Trend Map), 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.

**OIL CONSERVATION DIVISION**

Signature: 	Approved by Environmental Specialist: 	
Printed Name: Robert Asher	Approval Date: <u>3/31/15</u>	Expiration Date: <u>N/A</u>
Title: NM Environmental Regulatory Supervisor	Conditions of Approval:	
E-mail Address: boba@yatespetroleum.com	Attached <input type="checkbox"/>	
Date: March 27, 2015	Remediation per O.C.D. Rules & Guidelines	
Phone: 575-748-4217	SUBMIT REMEDIATION PROPOSAL NO	

LATER THAN: 4/31/15

2RP-2925

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0137  
Expires July 31, 2010

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

5. Lease Serial No.  
**NM-88136**

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE - Other instructions on page 2.**

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well

Oil Well     Gas Well     Other

8. Well Name and No.

**Corral Draw AQH Federal #2**

2. Name of Operator

**Yates Petroleum Corporation**

9. API Well No.

**30-015-34257**

3a. Address

**105 S. 4th Str., Artesia, NM 88210**

3b. Phone No. (include area code)

**575-748-1471**

10. Field and Pool or Exploratory Area

4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)

**1980' FNL & 1980' FWL, Section 13, T24S-R29E**

11. County or Parish, State

**Eddy County, New Mexico**

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Aher Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Off location</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>release notification</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<u>for Arch study.</u>

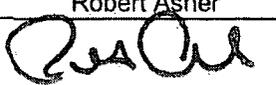
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Yates Petroleum Corporation is notifying the BLM CFO of a release that left the NW corner of the well pad traveling to the SE. Yates is requesting that the impacted area is free from any archaeological materials.

When the impacted area is cleared, Yates will proceed with collect samples and inplace remediation. If analytical results are below NMOCDD RRAL's, closure will be requested.

With the soils being comprised mainly of sand, the excavated area will be recontoured with surrounding material and allowed to re-vegetate naturally.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) <b>Robert Asher</b>	Title <b>NM Environmental Regulatory Supervisor</b>
Signature 	Date <b>March 27, 2015</b>

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by _____	Title _____	Date _____
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office _____

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

**Patterson, Heather, EMNRD**

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**From:** Tanna Adams <TCArms@yatespetroleum.com>  
**Sent:** Friday, March 27, 2015 9:32 AM  
**To:** Bratcher, Mike, EMNRD  
**Cc:** Patterson, Heather, EMNRD; Bob Asher; jamos@blm.gov  
**Subject:** Corral Draw AQH Federal #2  
**Attachments:** Corral Draw AQH Federal #2\_C141\_Initial\_031415.pdf; Corral Draw AQH Federal #2\_Sundry\_031415.pdf

Mr. Bratcher,

Please find attached the signed C141 Initial Report and Sundry Notice for the below listed location:

**Corral Draw AQH Federal #2**  
**30-015-34257**  
**Section 13, T24S-R29E**  
**1980 FNL & 1980 FWL**  
**Eddy County, New Mexico**

Thank you,

*Tanna Adams*

*Yates Petroleum Corporation*

*Environmental Tech*

*Environmental Department*

*TCArms@yatespetroleum.com*

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