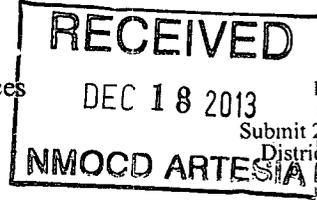


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NTMWH400232920

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 Chamaeleon BIN State Com. #1-H | API Number 30-015-37942 | Facility Type Production Pad |

| | | |
|------------------------|------------------------|----------------------|
| Surface Owner State | Mineral Owner State | Lease No. VA-7653 |
|------------------------|------------------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| B | 25 | 26S | 27E | 200 | North | 1780 | East | Eddy |

Latitude 32.01979 Longitude 104.14041

NATURE OF RELEASE

| | | |
|------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------|---------------------------------------------|
| Type of Release Produced Water | Volume of Release 12 B/PW | Volume Recovered 10 B/PW |
| Source of Release Pumping unit well head | Date and Hour of Occurrence 12/3/2013; AM | Date and Hour of Discovery 12/3/2013; 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.*
A pressure and flow control valve at well head became plugged. Problem with valve corrected, vacuum trucks called.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 30' X 30' on production pad. Vacuum truck recovered remaining produced water, pad area back dragged. 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 20) 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: <50' (per the ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 20.**

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 | Signed By |
| Title: NM Environmental Regulatory Supervisor | Approval Date: IAN 02 2014 | Expiration Date: |

| | | |
|-----------------------------------------|---------------------------------------------------------------------------------------------------------------------|-----------------------------------|
| E-mail Address: boba@yatespetroleum.com | Conditions of Approval: Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN: | Attached <input type="checkbox"/> |
|-----------------------------------------|---------------------------------------------------------------------------------------------------------------------|-----------------------------------|

Date: Wednesday, December 18, 2013 Phone: 575-748-4021

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:
February, 2, 2014
2RP-2127

Bratcher, Mike, EMNRD

From: Bob Asher <BobA@yatespetroleum.com>
Sent: Wednesday, December 18, 2013 4:47 PM
To: Bratcher, Mike, EMNRD
Subject: Form C-141 Initial Report (Chamaeleon BIN State Com. #1-H)
Attachments: Chamaeleon BIN State 1H.pdf

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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Bratcher, Mike, EMNRD

From: Bob Asher <BobA@yatespetroleum.com>
Sent: Wednesday, December 04, 2013 9:59 AM
To: Bratcher, Mike, EMNRD; Dade, Randy, EMNRD
Cc: Amber Cannon; Katie Parker; Lupe Carrasco
Subject: Release (Chamaeleon BIN State Com. #1-H)

Yates Petroleum Corporation is reporting a release at the following location (12/3/2013).

Chamaeleon BIN State Com. #1-H
30-015-37942
Section 25, T26S-R27E
Eddy County, New Mexico

Released: 30 B/PW; Recovered: Unknown at this time

Release was from the pumping unit. Well shut in. Vacuum truck(s) were called and crews called to scrape up impacted soils.

A Form C-141 Initial 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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