

District I
1625 N. French Dr., Hobbs, NM 88240
District II
911 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

Form C-141
Revised August 8, 2011

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

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	Contact Chase Settle	HOBBS OCD
Address 104 S. 4 th Street, Artesia, NM 88210	Telephone No. 575-748-4171	AUG 7 2014
Facility Name Belco AIA Federal Battery	Facility Type Battery	RECEIVED

Surface Owner Federal	Mineral Owner Federal	API No. 30-025-26826
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	14	20S	32E	1980'	South	1980'	East	Lea

Latitude 32.57120 Longitude -103.73433

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 35 B/PW	Volume Recovered 30 B/PW
Source of Release Failure of transfer pump hose	Date and Hour of Occurrence 08/04/2014; 9:30 AM	Date and Hour of Discovery 08/04/2014; 9:30 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Dr. Tomas Oberding, Jim Amos	
By Whom? Bob Asher	Date and Hour 08/05/2014; 8:18 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 failure occurred with a transfer pump hose causing a release of produced water. Wells were shut in, transfer pump was turned off, and vacuum truck was dispatched to remove standing fluid.

Describe Area Affected and Cleanup Action Taken.* An approximate area of 116' X 25' was impacted within the bermed battery around the tanks. Vacuum truck was called to remove standing fluid and backhoe called to remove impacted soils. Excavated soil will be hauled to a NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis run for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's (site ranking 10) a Final Report, C-141 will be submitted to the OCD requesting closure. If analytical results are above the RRAL's a work plan will be submitted to NMOCD. Depth to Ground Water: 50-99' (>76', Section 14, T20S-R32E, no groundwater present above 76' per previous core data 09/17/2007), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10.

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 Environmental Specialist:	
Title: NM Environmental Regulatory Agent	Approval Date: <u>8-7-14</u>	Expiration Date: <u>10-9-14</u>
E-mail Address: <u>csettle@yatespetroleum.com</u>	Conditions of Approval: <u>Site samples required</u>	Attached <input type="checkbox"/> <u>IRP-3215</u>
Date: <u>08/07/2014</u>	Phone: <u>575-748-4171</u>	

Submitted & included even as per NMOCD guidelines. Submit final C-141 by 10-9-14

*grid 25575
N70 1421 950851
P70 1421 951040*

AUG 08 2014