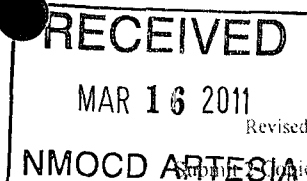District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED
MAR 1 6 2011
NMOCD ARTESIA

Form C-141
Revised October 10, 2003

~~Submit to appropriate~~
~~District Office~~ in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

nKmw 1110232707

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	OGRID Number	Contact
Yates Petroleum Corporation	25575	Amanda Trujillo

Address	Telephone No.
104 S. 4TH Street	575-748-1471

Facility Name	API Number	Facility Type		Order Number
Saguaro AGS Federal #4	30-015-26420	Battery	2RP- 738	

Surface Owner	Mineral Owner	Lease No.
Federal	Federal	NM - 043625

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	14	20S	24E	1980	SOUTH	1980	East	EDDY

Latitude N33.13240 Longitude W104 13323

NATURE OF RELEASE

Type of Release WATER *Produced Water*	Volume of Release 25	Volume Recovered 20
Source of Release Frozen discharge line broke	Date and Hour of Occurrence 2/07/2011	Date and Hour of Discovery 2/07/2011 - PM

Was Immediate Notice Given? ☒ Yes ☐ No ☐ Not Required	If YES, To Whom? Mike Bratcher – NMOCD/Artesia
By Whom? Amanda Trujillo – Yates Petroleum Corporation	Date and Hour 02/07/2011 pm
Was a Watercourse Reached? ☐ Yes ☒ 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.*
Frozen discharge line broke, causing water from main water line to flow into battery. The release was contained with in the firewalls. Valves were shut off and vaccume truck was called.

Describe Area Affected and Cleanup Action Taken.*
An approximate size of 40' x 25' was impacted. The impacted area is located around the tanks within the firewall. Soil from the pooling areas was excavated and disposed of at an NMOCD approved facility. Vertical and horizontal delineation samples will taken and analysis ran for TPH and BTEX once all contaminated material has been removed. **Depth to Ground Water: >50' (approx. 80', per New Mexico State Engineers office); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 10. Based on site ground water quality and enclosed analytical results.** ⊗

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:	**Signed By** Mike Bratcher Approved by District Supervisor:
Printed Name: Amanda Trujillo	
Title: Environmental Scientist	Approval Date: 4/11/2011 Expiration Date:
E-mail Address: atrujillo@yatespetroleum.com	Conditions of Approval:
Date: Tuesday, March 15, 2011 Phone: 575-748-4310	Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:** 5/11/2011 Attached ☐

* Attach Additional Sheets If Necessary

⊛ No analytical or water quality data was included with this submittal