

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

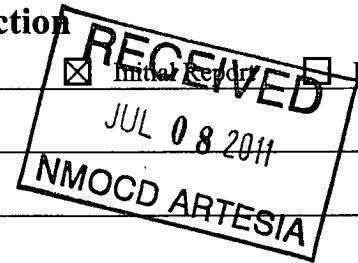
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

NMLB/121427/60

OPERATOR

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 TH Street	API Number 30-015-34257	Telephone No. 575-748-1471
Facility Name Corral Draw AQH Federal #2	Facility Type Well	



Surface Owner Federal	Mineral Owner Federal	Lease No. NM-88136
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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 Produced Water / Crude Oil	Volume of Release 6 B/PW; 1 B/O	Volume Recovered 0 B/PW; 0 B/O
Source of Release Poly flowline	Date and Hour of Occurrence 6/29/2011; AM	Date and Hour of Discovery 6/29/2011; AM
Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.*

A poly flowline split due to heat and stress. The well was shut down and the flowline was isolated.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 10' X 40' (spill occurred off of production pad and access road, west of pumping unit). A backhoe was immediately called to the location to remove contaminated soils. After visiting the location it has been determined that more scraping and removal work needs to be completed. All impacted soils will be taken to a NMOCD approved facility. 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 0) 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: >100' (125', Section 13, T24S-R29E, per 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.

Signature: <u>Amber Cannon</u>	OIL CONSERVATION DIVISION	
Printed Name: Amber Cannon	Signed By <u>M. L. Cannon</u>	
Title: Senior Environmental Regulatory Agent Trainee	Approved by District Supervisor:	
E-mail Address: <u>acannon@yatespetroleum.com</u>	Approval Date: <u>8/2/2011</u>	Expiration Date:
Date: Thursday, July 07, 2011 Phone: 575-748-4111	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: <u>9/2/2011</u>	Attached ☐

* Attach Additional Sheets If Necessary

2RP-808