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
SEP 24 2010
NMOCD ARTESIA

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

nMLB1027141361

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
Ten Mile Unit #1	30-005-63509	Gas well / 2RP- 437

Surface Owner	Mineral Owner	Lease No.
Fee	State	VA-1834

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	33	14S	28E	1650	NORTH	1650	East	Chaves

Latitude_____Longitude_____

NATURE OF RELEASE

Type of Release	Volume of Release	Volume Recovered
OIL & WATER	155	0
Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery
Open Valve	9/23/2010	9/24/2010 - 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 09/24/2010 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.*
Cattle broke trough the fence around the tank and kicked the gas valve open as well as a water tank line. Valves were shut off and a clean up crew was dispatched to make necessary repairs and remedial steps

Describe Area Affected and Cleanup Action Taken *
An approximate size of 21' x 60' was impacted. The impacted area is located around the water tank and east of the production unit. 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. Chlorides analysis upon request **Depth to Ground Water: >50' (approx. 75', per New Mexico ChevronTexaco Trend Map); 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.

Signature: A Trujillo

Printed Name: Amanda Trujillo

Title: Environmental Scientist

E-mail Address: atrujillo@yatespetroleum.com

Date: Friday, September 24, 2010 Phone: 575-748-4310

OIL CONSERVATION DIVISION

Signed By Mike Bratcher

Approved by District Supervisor:

Approval Date: SEP 28 2010 Expiration Date:

Conditions of Approval:
REMEDIATION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: 10/28/10
Delineation for Chloride REQUIRED
No Analytical Data was recd with this Do.

Attached ☐

* Attach Additional Sheets If Necessary

nMLB1027141736

2RP-437