Revised October 10, 2003

Form C-141

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

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back

side of form 1220 S. St. Francis Dr., Suntu Fe, NM 87505 Santa Fe, NM 87505 Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company OGRID Number Contact 25575 Yates Petroleum Corporation Robert Asher Telephone No. Address 104 S. 4TH Street 575-748-1471 API Number Facility Type Facility Name 30-015-10430 Creek AL Federal Battery Battery Mineral Owner Lease No. Surface Owner LC-028990B Federal Federal LOCATION OF RELEASE Unit Letter Township Range Feet from the North/South Line Feet from the East/West Line County Section 18\$ 990' West Eddy D 25 30E North 330 Latitude 32.72282 Longitude 103.91761 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Produced Water 15 B/PW 14 B/PW Date and Hour of Discovery Source of Release Date and Hour of Occurrence Water Tank 2/19/2011; AM: 2/192011; AM If YES, To Whom? Was Immediate Notice Given? Wagaran. ☐ Yes ☐ No ☒ Not Required N/A By Whom? Date and Hour Dental a N/A N/A 16 Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Produced water tank ran over. Vacuum truck called. Describe Area Affected and Cleanup Action Taken.* An approximate area of 201 X 201. All water remained within bermed battery. Vacuum truck recovered remaining produced water. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (Chlorides will be documented). If results are above RRAL's for site ranking of zero (0), a work plan or corrective action plan will be submitted. If results are below RRAL's for site ranking of zero (0), a Final Report C-141 will be submitted requesting closure. Depth to Ground Water: >100' (approximately 184'), 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. OIL CONSERVATION DIVISION Signature: Approved by District Shieved By A Printed Name: Robert Asher Expiration Date Title: Environmental Regulatory Agent Approval Date E-mail Address: boba@yatespetroleum.com Conditions of Approval: tiached | Remediation per OCD Rules & Date: Tuesday, March 01, 201 Phone: 575-748-4217 **Guidelines. SUBMIT REMEDIATION** * Attach Additional Sheets If Necessary 2RP623

PROPOSAL NOT LATER THAN: