

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

Form C-141
Revised October 10, 2003

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

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

Release Notification and Corrective Action

nmlb 11/88-37272

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 104 S. 4 TH Street	Telephone No. 575-748-1471	
Facility Name Banjo BNO Federal #1	API Number 30-015-36923	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-102034
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LOCATION OF RELEASE

Unit Letter P	Section 5	Township 26S	Range 30E	Feet from the 510'	North/South Line South	Feet from the 330'	East/West Line West	County Eddy
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Latitude 32.06576 Longitude 103.89553

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 130 B/PW	Volume Recovered 130 B/PW
Source of Release Discharge hose on water pump	Date and Hour of Occurrence 6/23/2011; AM	Date and Hour of Discovery 6/23/2011; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 6/23/2011, PM (voicemail); 6/23/2011, PM (email)	
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 discharge hose on the water pump blew. The pump was turned off and a vacuum truck and roustabout crew were called to the location.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 210' X 27' (all released water was contained in lined/bermed battery). The discharge hose on water pump was repaired, and all produced water was recovered. **Depth to Ground Water: >100' (approximately 173', Section 5, T26S-R30E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on battery being lined/bermed and all water recovered, Yates Petroleum Corporation requests closure.**

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		Approved by District Supervisor Signed By <u>Mike Bratcher</u>	
Title: Environmental Regulatory Agent Trainee		Approval Date: <u>7/7/2011</u>	Expiration Date: <u>N/A</u>
E-mail Address: <u>acannon@yatespetroleum.com</u>		Conditions of Approval: <u>N/A</u> <u>Final</u>	Attached <input type="checkbox"/>
Date: Thursday, June 30, 2011 Phone: 575-748-4111		2RP-802	

* Attach Additional Sheets If Necessary

2RP-802



New Mexico Office of the State Engineer Wells with Well Log Information

(quarters are 1=NW 2=NE 3=SW 4=SE)															(in feet)			
(quarters are smallest to largest) (NAD83 UTM in meters)															Depth	Depth		
POD Number	Sub	Use	County	Source	q	q	q	4	Sec	Tws	Rng	X	Y	Start Date	Finish Date	Log File	Well	Water
C 01360		IND	ED	Shallow	4	3	3	05	26S	30E		602997	3548152	04/26/1952	05/15/1952	11/17/1953	770	173
C 01360	C	PRO	ED	Shallow	4	3	3	05	26S	30E		602997	3548152	04/26/1952	05/15/1952	11/17/1953	770	173
C 01361		IND	ED	Shallow	3	4	3	05	26S	30E		603240	3548157	05/16/1952	06/01/1952	11/17/1953	775	184
C 02165	C	PRO	ED	Shallow				24	26S	30E		610036	3544121*	05/02/1988	05/02/1988	05/05/1988	440	180

Record Count: 4

PLSS Search:

Township: 26S Range: 30E

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

Bratcher, Mike, EMNRD

From: Bob Asher [BobA@yatespetroleum.com]
Sent: Thursday, June 23, 2011 1:54 PM
To: Bratcher, Mike, EMNRD
Cc: Lisa Norton; Jerry Fanning; Amanda Trujillo; Amber Cannon
Subject: Release (Banjo BNO Federal #1)

Mike,

Yates Petroleum Corporation is reporting a release at the following location.

Banjo BNO Federal #1
30-015-36923
Section 5, T26S-R30E
Eddy County, New Mexico

Date/Time of Release: 6/23/2011; AM

Released: 80 B/PW
Recovered: 80 B/PW
Battery is lined.

A C-141 Initial Report will be submitted with complete details.

Robert Asher
Senior Environmental Regulatory Agent
Yates Petroleum Corporation
Office: (575) 748-4217
Cell: (575) 365-4021
Fax: (575) 748-4662
bobae@yatespetroleum.com

Thank you.