District I

District I 1625 N. French Dr , Hobbs, NM 88240 FEB **1 3** 2012 1301 W. Grand Avenue, Artesia, NM 88210

RECEIVED

NMOGD ARTESIA

District III 1000 Rio Brazos Road, Azi District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

Date: Monday, February 13, 2012 * Attach Additional Sheets If Necessary

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

2RP-1028

Release Notification and Corrective Action OPERATOR Initial Report MLB/20474/107 Final Report OGRID Number Contact Name of Company Yates Petroleum Corporation 25575 Robert Asher Address Telephone No. 104 S. 4TH Street 575-748-1471 Facility Name API Number Facility Type FOSTER AN# 3 30-015-26914 Foster AN Battery Battery Surface Owner Mineral Owner Lease No. Federal Fee LOCATION OF RELEASE East/West Line Township Feet from the North/South Line Feet from the Unit Letter Section Range County **20S** 24E 660 North East Eddy Α 1 660 **Latitude** 32.60817 **Longitude** 104.53428 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Produced Water 110 B/PW 100 B/PW Source of Release Date and Hour of Occurrence Date and Hour of Discovery Water Transfer Pump 1/30/2012 - AM 1/30/2012 - AM Was Immediate Notice Given? If YES, To Whom? Mike Bratcher/NMOCD II By Whom? Date and Hour Robert Asher/Yates Petroleum Corporation 2/6/2012, PM Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes 🏻 No N/A If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Water pump power tripped causing water tanks to fill up and overflow. Describe Area Affected and Cleanup Action Taken.* An approximate area of 25' x 10' inside battery. Produced water collected in lined area of battery (100 B/PW) and recovered. Initial vertical and horizontal delineation samples with in the impacted area will be taken and analysis ran for TPH & BTEX (chlorides for reference). If initial analytical results for TPH & BTEX are under RRAL's 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' (approximately 300', Section 1, T20S-R24E, NMOSE), 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: Approved by District Supervis Printed Name: Robert Asher Approval DaFEB 1 6 2012 Title: Senior Environmental Regulatory Agent **Expiration Date:** E-mail Address: boba@yatespetroleum.com Conditions of Approval: Remediation per OCD Rules & Attached Guidelines. SUBMIT REMEDIATION

PROPOSAL NOT LATER THAN:

Phone: 575-748-4217

Bratcher, Mike, EMNRD

From: Sent: Bob Asher [BobA@yatespetroleum.com]

To:

Monday, February 06, 2012 3:24 PM Bratcher, Mike, EMNRD; Dade, Randy, EMNRD

Cc:

Amanda Trujillo; Amber Cannon; Jeremy Haass; Jerry Fanning; Lisa Norton

Subject:

Release: Foster AN Battery

Mike,

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

Foster AN Battery (Foster AN #3) 30-015-26914 Section 1, T20S-R24E Eddy County, New Mexico

Released: 110 B/PW; Recovered: 100 B/PW

Water transfer pump lost power causing tank to overflow, pump reset. Vacuum truck pick up remaining produced water.

I was not notified of release until today, which occurred on 1/30/2012; please contact me if there are any questions.

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

Thank you.

Robert Asher

Senior Environmental Regulatory Agent Yates Petroleum Corporation 105 S. Fourth Street Artesia, NM 88210 575-748-4217 (Direct) 575-365-4021 (Cell)