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

Santa Fe, NM 87505

Release Notification and Corrective Action													
nMLB120		42				TOR		\[\] Initial	Report	1	Final Report		
Name of Co Yates Petro		oration					Contact Robert Asher						
Address		Oration					Telephone No.						
104 S. 4 TH Street 30 -0/5 -						575-748-1471 Familia: Time							
Facility Name API Number Puppy BPP State Com. #1-Y 30-015-37931						Facility Type Drilling Pad							
Surface Owner Mineral Owner						l le				ase No.			
Fee	···				·		30000						
LOCATION OF RELEASE													
Unit Letter					North	South Line	Vest Line County						
D	2	17S	27E	390		North	200	"	/est	Eddy	Eddy		
Latitude 32.87049 Longitude 104.25573													
NATURE OF RELEASE													
Type of Rele	ase				Volume of	Release	Volume Recovered						
Cut Brine Source of Re	lease				10 B/Cut Brine Date and Hour of Occurrence			0 B/Cut Brine Date and Hour of Discovery					
Brine Tank Was Immedia	ate Notice (Given?			2/5/2012, A	2/5/2012, AM							
Was Inninean			No Not Re	quired									
By Whom? N/A						Date and Hour N/A							
Was a Water	course Read	ched?			If YES, Volume Impacting the Watercourse.								
If a Watercon	rse was Im	nacted Descr	No *		N/A								
If a Watercourse was Impacted, Describe Fully.* N/A													
Describe Cause of Problem and Remedial Action Taken.* Truck driver ran brine tank over. Backhoe called.													
Describe Area Affected and Cleanup Action Taken.*													
An approximate area of 75' X 50'. Drilling pad not bermed, small area off pad (10' X50). Impacted soils scraped up and hauled to an NMOCD approved facility. Initial vertical and horizontal delineation samples with in the unlined 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: 50-99' (approx. 50', ChevronTexaco Trend													
Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. 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.													
		$\supset \mathcal{M}$		OIL CONSERVATION DIVISION									
Signature:						Approved by District Supervisor:							
Printed Name	e: Robert A	sher				Approved by District Supervisor.							
Title: Enviro	nmental Re	gulatory Ager		Approval Date: EB 2 1 2012 Expiration Date:									
E-mail Address: boba@yatespetroleum.com						Conditions of Approval:				Attached			
Date: Friday,	February 1	7, 2012	one: 575-748-421	7 7	Remediation per OCD Rules &				ANIMOHOU L.				
		ets If Necess		Gu	LILLINGS SHRMH KEWILDIAM				704 1021				
						PROPOSAL NOT LATER THAN: 2RA-1036						036	
						3/.	1100-						