

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

9MLB 1224029455

Release Notification and Corrective Action

9MLB 1224029790

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Lupe Carrasco
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name North Dagger Draw Water Station	API Number	Facility Type Water Transfer Station

Surface Owner Fee	Mineral Owner N/A	Lease No. N/A
----------------------	----------------------	------------------

LOCATION OF RELEASE

Unit Letter K	Section 20	Township 19S	Range 25E	Feet from the -	North/South Line -	Feet from the -	East/West Line -	County Eddy
------------------	---------------	-----------------	--------------	--------------------	-----------------------	--------------------	---------------------	----------------

Latitude 32.64091 Longitude 104.51321

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 35 B/PW	Volume Recovered 20 B/PW
Source of Release Pump	Date and Hour of Occurrence 7/16/2012 PM	Date and Hour of Discovery 7/16/2012 PM
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? Lupe Carrasco, Yates Petroleum Corporation	Date and Hour 7/17/2012 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.* Seal failure on water pump. Pump was shut down and isolated. Vac truck called in to clean up spill.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 30' X 15'. Impacted soils to be scraped up and taken to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX, Chlorides will be run for documentation. 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's a work plan will be submitted. Depth to Ground Water: >100' (approximately 150', Section 20-T19S-R25E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.		

RECEIVED
JUL 20 2012
NMOCD ARTESIA

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: <i>Lupe Carrasco</i>	OIL CONSERVATION DIVISION	
Printed Name: Lupe Carrasco	Signed By <i>Mike Bratcher</i> Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: AUG 27 2012	Expiration Date:
E-mail Address: <u>lcarrasco@yatespetroleum.com</u>	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: <u>9/27/12</u>	Attached <input type="checkbox"/> <i>JRP-1260</i>
Date: Friday, July 20, 2012	Phone: 575-748-1471	

* Attach Additional Sheets If Necessary

9MLB 1224030350 (MLB 1224030394) comp mod

Bratcher, Mike, EMNRD

From: Lupe Carrasco [LCarrasco@yatespetroleum.com]
Sent: Tuesday, July 17, 2012 5:18 PM
To: Bratcher, Mike, EMNRD
Cc: Amanda Trujillo; Amber Cannon; Bob Asher; Danica Watson; Jennifer Valenzuela; Jeremy Haass; Jerry Fanning; Katie Parker; Lisa Norton; Susan Glass; Tendayi Thorson
Subject: FW: Release (North Dagger Draw Water Station)

Yates Petroleum Corporation is reporting a release at the following location (7/17/2012, PM).

North Dagger Draw Water Station
Section 20, T19S R25E
Eddy County, New Mexico

Released: 35 B/PW; Recovered: 20 B/PW

Seal on water pump cause a release of PW into berm area.

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

Thank you.

Lupe Carrasco
Environmental Regulatory Agent
Yates Petroleum Corporation
Office: (575) 748-4350
Fax: (575) 748-4131
Cell: (575) 513-9074

This message may contain confidential information and is intended for the named recipient only. If you are not the intended recipient you are notified that disclosing, copying, distributing or taking any action in reliance on the contents of this information is strictly prohibited. E-mail transmission cannot be guaranteed to be secure or error-free as information could be intercepted, corrupted, lost, destroyed, arrive late or incomplete, or contain viruses. The sender therefore does not accept liability for any errors or omissions in the contents of this message, which arise as a result of e-mail transmission. If verification is required please request a hard-copy version.
