

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

HOBBS OCD

Form C-141
Revised October 10, 2003

SEP 17 2013

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

RECEIVED

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Undaunted BSD State Com. #1-H	API Number 30-025-40408	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. VB-1194
------------------------	------------------------	----------------------

LOCATION OF RELEASE

Unit Letter O	Section 2	Township 25S	Range 32E	Feet from the 175	North/South Line South	Feet from the 2200	East/West Line East	County Lea
------------------	--------------	-----------------	--------------	----------------------	---------------------------	-----------------------	------------------------	---------------

Latitude 32.15266 Longitude 103.64366

NATURE OF RELEASE

G.W@215'

Type of Release Oil	Volume of Release 180 B/O	Volume Recovered 178 B/O
Source of Release Production Tank	Date and Hour of Occurrence 9/10/2013 - AM	Date and Hour of Discovery 9/10/2013 - AM
Was Immediate Notice Given? NOT W/IN 24HRS <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Geoffrey Leking/NMOCD I	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 9/12/2013 - AM	
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		


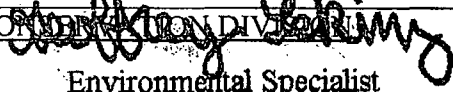
Describe Cause of Problem and Remedial Action Taken.*

Equalizer line on production tank closed causing oil to be released, pumper opened EQ valve to produce into another tank. Vacuum truck(s) called.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 75' X 25'. Oil contained within bermed/lined battery. Vacuum truck(s) recovered remaining oil. Approximately 99% of released oil recovered, remaining oil picked up when tanks(s) cleaned. Depth to Ground Water: >100' (approx. 215', per the Chevron/Texaco trend map); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 10. Based on 99% oil recovered, remaining 2 B/O removed and battery is bermed/lined, 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: 	OIL CONSERVATION DIVISION  Environmental Specialist	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: NM Environmental Regulatory Supervisor	Approval Date: 9/18/13	Expiration Date: -
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: -	Attached <input type="checkbox"/>
Date: Tuesday, September 17, 2013 Phone: 575-748-4217	1RP-	1RP-9-13-2953

* Attach Additional Sheets If Necessary

SEP 18 2013