District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 1000 Rio Brazos Road, Aztec, NM 87410

State of New Mexico Energy Minerals and Natural Resources

OCT 09 2013

RECEIVED

Form C-141 Revised October 10, 2003

NMOCD ARTE District Office in accordance

Oil Conservation Division

District IV- 1220 S. St. Francis Dr., Santa Fe, NM 87505				Santa Fe, NM 87505							with Ru	ile/116 on back side of form	
Release Notification and Corrective Action													
NJMW 1328229748				O]	PERA	TOR			✓ Initial Report			Final Report	
Name of Co	,		OGRID Number		Contact			_					
Yates Petro	oration		25575		Robert Asher								
Address 104 S. 4 TH S					Telephone No. 575-748-1471								
Facility Na				API Number		Facility Type					······································		
							sfer Station						
Surface Owner Mineral Owner								Lease No.					
Federal			Ivinciai	, wiići				Lease	NO.				
LOCATION OF RELEASE													
Unit Letter				Feet from the 2080			Feet from the East		East County				
	3.	20S	. Z4E	20ου		South	ρού	, E	ast	Eddy			
Latitude 22 60006 Longitude 104 56000													
Latitude 32.60096 Longitude 104.56909													
				NAT	URE	OF REL	EASE						
Type of Release						Volume of Release			Volume Recovered				
Produced Water						260 B/PW			259 B/PW				
Source of Release Transfer pump(s)						Date and Hour of Occurrence 9/28/2013 - AM			Date and Hour of Discovery 9/28/2013 - AM				
Was Immediate Notice Given?						If YES, To Whom?							
☐ Yes ☐ No ☐ Not Required						Mike Bratcher/NMOCD II							
By Whôm?							Date and Hour						
Robert Asher/Yates Petroleum Corporation							10/1/2013 (E-mail)						
Was a Watercourse Reached?							If YES, Volume Impacting the Watercourse.						
		L	Yes 🛛	No		N/A.	N/A.						

If a Wätercourse was Impacted, Describe Fully.* N/A

Describe Cause of Problem and Remedial Action Taken.*

Transfer pump(s) air locked causing tank(s) overfilled, releasing produced water. Vacuum truck(s) called, all produced water contained within bermed/lined battery.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 50' X 100'. Lease operator attended to pump(s), produced water vacuumed up except for one (1) bbl, entrained in grayel. Depth to Ground Water; >100' (228' ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on battery is bernied/lined, liner integrity intact and 99.6% of produced 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.

OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Signed By Printed Name: Robert Asher Approval Date 09 2013 Title: NM Environmental Regulatory Supervisor **Expiration Date:** E-mail Address: boba@yatespetoleum.com Conditions of Approval: Attached Like approval by Date: Tuesday, October 08, 2013 Phone: 575-748-1471

Attach Additional Sheets If Necessary

IJMW1328230441

BLM

Bratcher, Mike, EMNRD

From: Bob Asher <BobA@yatespetroleum.com>

Sent: Tuesday, October 08, 2013 4:50 PM

To: Bratcher, Mike, EMNRD

Subject: C-141 Initial/Final Report (Central Dagger Draw Water Transfer)

Attachments: Central Dagger Draw Water Transfer.pdf

Thank you.

Robert Asher

NM Environmental Regulatory Supervisor

Yates Petroleum Corporation 105 S. 4th Street Artesia, NM 88210 575-748-4217 (Office) 575-365-4021 (Cell)

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Bratcher, Mike, EMNRD

From:

Bob Asher <BobA@yatespetroleum.com>

Sent:

Tuesday, October 01, 2013 3:19 PM

To:

Bratcher, Mike, EMNRD; Dade, Randy, EMNRD

Subject:

RE: Release (Central Dagger Draw Water Transfer

Actually it was approximately 390 B/PW recovered.

Thank you.

Robert Asher

Yates Petroleum Corporation

boba@yatespetroleum.com

From: Bob Asher

Sent: Tuesday, October 01, 2013 2:44 PM

To: (mike.bratcher@state.nm.us); (Randy.Dade@state.nm.us)

Cc: Amber Cannon; Katie Parker; Lupe Carrasco

Subject: Release (Central Dagger Draw Water Transfer

Mike,

The pumper is having computer problems in the field, I am sending current information which may change when the C-141 is submitted.

Yates Petroleum Corporation is reporting a release at the following location (9/27/2013).

Central Dagger Draw Water Transfer Section 3, T20S-R24E Eddy County, New Mexico

Released: Approximately 390 B/PW; Recovered: Approximately 3900 B/PW at this time.

Cause of release is from mechanical problems with a transfer pump. Vacuum truck(s) were called.

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

Thank you.

Robert Asher

NM Environmental Regulatory Supervisor

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