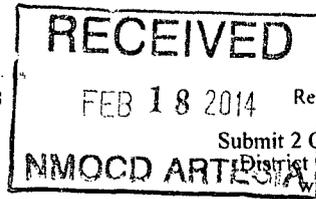


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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 Creek AL Federal #12 | API Number 30-015-27775 | Facility Type Pumping Unit |

| | | |
|--------------------------|--------------------------|-------------------------|
| Surface Owner Federal | Mineral Owner Federal | Lease No. LC-028990B |
|--------------------------|--------------------------|-------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|------------------------|---------------------------|-----------------------|------------------------|----------------|
| Unit Letter E | Section 25 | Township 18S | Range 30E | Feet from the 1405' | North/South Line South | Feet from the 330' | East/West Line West | County Eddy |
|------------------|---------------|-----------------|--------------|------------------------|---------------------------|-----------------------|------------------------|----------------|

Latitude 32.72166 Longitude 103.93253

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release Oil & Produced Water | Volume of Release 3 B/O & 10 B/PW | Volume Recovered 2 B/O & 8 B/PW |
| Source of Release Flow Line | Date and Hour of Occurrence 12/13/2013; AM | Date and Hour of Discovery 12/13/2013; AM |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? N/A | |
| By Whom? N/A | Date and Hour N/A | |
| 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.*
The flow line ruptured causing release. The well was shut in and a vacuum truck was called to the location, line repaired.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 15' X 30'. The flow line was repaired; remaining oil and produced water was recovered. Impacted soils to be excavated and hauled to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chloride delineation/results in soil are for documentation). If initial analytical results for TPH & BTEX are under RRAL's, a Form C-141 Final Report will be submitted to the NMOCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the NMOCD. **Depth to Ground Water: >100' (approximately 200', pre the ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on impacted soils excavated/hauled, enclosed analytical data and site ranking, 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 | |
| Printed Name: Robert Asher | Approved by District Supervisor: | |
| Title: NM Environmental Regulatory Supervisor | Approval Date: 5/11/15 | Expiration Date: N/A |
| E-mail Address: boba@yatespetroleum.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: Tuesday, February 18, 2014 Phone: 575-748-4217 | 2RP- 2131 | |

* Attach Additional Sheets If Necessary

2RP-2131