

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NA1515934555

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	<i>25575</i>	Contact Chase Settle	NM OIL CONSERVATION ARTESIA DISTRICT
Address 104 S. 4 th Street		Telephone No. 575-748-1471	
Facility Name Spunky BUK State Com #1H		Facility Type Battery	JUN 3 2015

Surface Owner State	Mineral Owner State	API No. 30-015-42304	RECEIVED
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LOCATION OF RELEASE

Unit Letter D	Section 2	Township 26S	Range 26E	Feet from the 200	North/South Line South	Feet from the 660	East/West Line West	County Eddy
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Latitude 32.06494 Longitude -104.25702

NATURE OF RELEASE

Type of Release Crude Oil & Produced Water	Volume of Release 179 B/O & 142 B/PW	Volume Recovered 167 B/O & 127 B/PW
Source of Release Production Tanks	Date and Hour of Occurrence 5/23/2015; AM	Date and Hour of Discovery 5/23/2015; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher, Heather Patterson, Ian Dolly, Mathew Hagman, Mark Naranjo, Dana Strang	
By Whom? Amber Cannon/Yates Petroleum Corporation	Date and Hour 5/23/2015; AM (Email) <i>5:20PM</i>	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

There was a failure of the 1/4" pipe nipple on the Murphy switch and the pump would not function, causing the production tanks to overflow.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 150' X 40' was affected within the metal containment berm and an approximate area of 75' X 50' was affected outside of the metal containment berm on the production pad. The tank valves were closed, vacuum trucks were called to recover standing fluid, and a roustabout crew was called to repair the broken nipple on the Murphy switch. Excavated soils will be hauled to a NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's (site ranking is 20) 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 to the OCD. **Depth to Ground Water: < 50' (approximately 25', Section 2, T26S-R26E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 20.**

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: Chase Settle	Approved by Environmental Specialist:	
Title: NM Environmental Regulatory Agent	Approval Date: <i>6/18/15</i>	Expiration Date: <i>N/A</i>
E-mail Address: csettle@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: June 3, 2015	Phone: 575-748-4171	

Remediation per O.C.D. Rules & Guidelines

SUBMIT REMEDIATION PROPOSAL NO LATER THAN: 7/14/15

2RP-3037

Patterson, Heather, EMNRD

From: Tanna Adams <TCAadams@yatespetroleum.com>
Sent: Wednesday, June 03, 2015 3:04 PM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD
Cc: Bob Asher; Katie Parker; Chase Settle; Amber Cannon; Veronica Alvarado;
idolly@slo.state.nm.us; mhagman@slo.state.nm.us; Naranjo, Mark M.;
dvstrang@slo.state.nm.us
Subject: Spunky AUK State Com #1H C141
Attachments: Spunky BUK State Com #1H_C141_052315.pdf

Mr. Bratcher,

Please find attached the signed C141 Initial for the below listed location:

Spunky BUK State Com #1H
30-015-42304
Section 2, T26S-R26E
200 FSL & 660 FWL
Eddy County, New Mexico

Thank you,

Tanna Adams
Yates Petroleum Corporation
Environmental Tech
Environmental Department
TCAadams@yatespetroleum.com

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Patterson, Heather, EMNRD

From: Amber Cannon <ACannon@yatespetroleum.com>
Sent: Saturday, May 23, 2015 5:20 PM
To: Patterson, Heather, EMNRD; Bratcher, Mike, EMNRD; NMSLO (Carlsbad/Ion Dolly); NMSLO (Hobbs/Mathew Hagman); Naranjo, Mark M.; NMSLO (Santa Fe/Dana Vackar Strang)
Cc: Bob Asher; Chase Settle; Katie Parker; Tanna Adams; Veronica Alvarado; IncidentReportingNM
Subject: Release Notification - Spunky BUK State Com #1H

Yates Petroleum Corporation is reporting a release at the following location.

Spunky BUK State Com #1H
2-26S-26E, Eddy County
30-015-42624

Released: Approximately 350-400 barrels, Produced water/Crude Oil

Recovered: Unknown at this time

The release occurred when the tanks overflowed. The majority of the release was contained within a bermed/lined battery; however, it was reported that approximately 50 barrels got out of the containment, but stayed on the production pad.

An Initial Form C-141 will be submitted to NMOCD with all details of the release event.

Thank you,
Amber Cannon

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