

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

NM OIL CONSERVATION

ARTESIA DISTRICT

NOV 18 2015

Form C-141
Revised August 8, 2011

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

RECEIVED

Release Notification and Corrective Action

NAB1532036596

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	25575	Contact Chase Settle
Address 104 S. 4 th Street, Artesia, NM 88210		Telephone No. 575-748-4171
Facility Name Mobil CI Federal #4		Facility Type Battery

Surface Owner Private	Mineral Owner Federal	API No. 30-015-23212
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LOCATION OF RELEASE

Unit Letter K	Section 6	Township 19S	Range 25E	Feet from the 1650'	North/South Line South	Feet from the 2310'	East/West Line West	County Eddy
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Latitude 32.68751 Longitude -104.52554

NATURE OF RELEASE

Type of Release Crude Oil & Produced Water	Volume of Release 3 B/O & 3 B/PW	Volume Recovered 2 B/O & 2 B/PW
Source of Release Flow line failure from well to battery	Date and Hour of Occurrence 10/27/2015; 9:30 AM	Date and Hour of Discovery 10/27/2015; 9:30 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

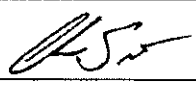
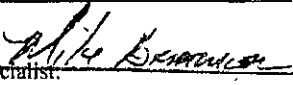
Describe Cause of Problem and Remedial Action Taken.*

Failure of the flow line from the well to the battery occurred causing a release of crude oil and produced water.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 80' X 10' was affected on the southwest corner of the well pad. Vacuum trucks were called to remove standing fluid, and impacted soil were removed and taken to an NMOCDD 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 0) a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the OCD. **Depth to Ground Water: >100' (approximately 250', Section 6, T19S-R25E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.**

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCDD 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 NMOCDD 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, NMOCDD 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	Signed By:  Approved by Environmental Specialist:	
Title: NM Environmental Regulatory Agent	Approval Date: 11/16/15	Expiration Date: N/A
E-mail Address: csettle@yatespetroleum.com	Conditions of Approval: <input type="checkbox"/> Attached <input type="checkbox"/>	
Date: November 13, 2015 Phone: 575-748-4171	Remediation per O.C.D. Rules & Guidelines SUBMIT REMEDIATION PROPOSAL NO LATER THAN: 12/17/15	

* Attach Additional Sheets If Necessary

2RP-3396

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NM-0352858-B

6. If Indian, Allottee or Tribe Name
N/A

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Yates Petroleum Corporation

3a. Address
105 S. 4th St., Artesia, NM 88210

3b. Phone No. (include area code)
575-748-4171

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1650' FSL & 2310' FWL, Section 6, T19S-R25E

7. If Unit of CA/Agreement, Name and/or No.
N/A

8. Well Name and No.
Mobil CI Federal #4

9. API Well No.
30-015-23212

10. Field and Pool or Exploratory Area
Penasco Draw SA Yeso

11. County or Parish, State
Eddy County, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Clean up actions to</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>be taken.</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Failure of the flow line from the well to the battery occurred causing a release of crude oil and produced water. An approximate area of 80' X 10' was affected on the southwest corner of the well pad. Vacuum trucks were called to remove standing fluid, and impacted soil were removed and taken to an 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 0) a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the OCD. Depth to Ground Water: >100' (approximately 250', Section 6, T19S-R25E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Chase Settle

Title NM Environmental Regulatory Agent

Signature

Date 11/13/2015

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Bratcher, Mike, EMNRD

From: Chase Settle <CSettle@yatespetroleum.com>
Sent: Friday, November 13, 2015 11:26 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; Jim Amos
Cc: Bob Asher; Amber Griffin; Katie Parker; Veronica Alvarado
Subject: C-141 Initial & Sundry Mobil CI Federal #4
Attachments: C-141 Initial Mobil CI Federal #4.pdf; Sundry Mobil CI Federal #4.pdf

Please find attached the C-141 Initial and Sundry for the below listed location.

Mobil CI Federal #4
30-015-23212
Section 6, T19S-R25E
Eddy County, New Mexico

Thank you,

Chase Settle, M.S.
Environmental Regulatory Agent
Yates Petroleum Corporation
105 S. 4th Street
Artesia, NM 88210
575-748-4171 (Office)
575-703-6537 (Cell)

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