District 1 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

N/A

Received 8/6/2014 NMOCD Dist 2 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 HB 1700 1150 **OPERATOR** Initial Report Final Report Name of Company Contact Yates Petroleum Corporation Robert Asher Address Telephone No. 104 S. 4th Street 575-748-1471 **Facility Name** Facility Type Jacque AQJ State #7 Well Pad Surface Owner Mineral Owner API No. State State 30-015-33335 LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line Feet from the East/West Line Range County C 34 21S 31E 990 North 1650 West Eddy Latitude 32.43937 Longitude 103.76845 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Crude Oil & Produced Water 2 B/O & 8 B/PW 0 B/O & 0 B/PW Source of Release Date and Hour of Occurrence Date and Hour of Discovery Poly flow line 7/23/2014; PM 7/23/2014; PM Was Immediate Notice Given? If YES, To Whom? Yes No Not Required N/A By Whom? Date and Hour N/A Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* There was a leak in the flow line, causing the release. Well was shut off; called vacuum truck and crew to repair line. Describe Area Affected and Cleanup Action Taken.* An approximate area of 30 X 20' all on the well pad. Poly line was repaired and backhoe and roustabout crews were called to scape impacted soils from the pad area, those soils were taken to an NMOCD approved facility. Depth to Ground Water: >100' (approximately 175', per ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING [S 0. Based on minor amounts released, site ranking of zero and impacted soils scaped/hauled, 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 Environmental St Printed Name: Robert Asher Approval Date: Expiration Date: Title: NM Environmental Regulatory Supervisor E-mail Address: boba@yatespetroleum.com Conditions of Approval: -INAL Attached \square 2RP-Date: July 24, 2014 Phone: 575-748-4217 * Attach Additional Sheets If Necessary 2RP. ADU.

Bratcher, Mike, EMNRD

From:	Tanna Adams <tcadams@yatespetroleum.com></tcadams@yatespetroleum.com>
Sent:	Wednesday, August 6, 2014 9:12 AM
To:	Bratcher, Mike, EMNRD
Cc:	Patterson, Heather, EMNRD; Bob Asher
Subject:	Jacque AQJ State #7
Attachments:	Jacque 7.pdf
Follow Up Flag:	Follow up
Flag Status:	Completed

Mr. Bratcher,

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

Jacque AQJ State #7 30-015-33335 Section 34, T21S-31E 990' FNL & 1650' FWL Eddy County, New Mexico

Thank you,

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

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