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 Initial Report **OPERATOR** OGRID Number Contact Name of Company Robert Asher Yates Petroleum Corporation 25575 Telephone No. Address 104 S. 4TH Street 505-748-1471 API Number **Facility Type** Facility Name Bilbrey SWD #1 30-025-27620 Battery Mineral Owner Lease No. Surface Owner Federal NM-105220 Federal 72179 200 LOCATION OF RELEASE Feet from the East/West Line County Feet from the North/South Line Unit Letter Section Township Range 32E 660 North 1980 East Lea Latitude 32,42597 Longitude 103,69426 NATURE OF RELEASE Volume of Release Volume Recovered Type of Release 10 B/O & 50 B/PW 5 B/O & 20 B/PW Crude Oil & Produced Water Date and Hour of Occurrence Date and Hour of Discovery Source of Release 9/7/2006 - PM Water Pump 9/7/2006 - PM If YES, To Whom? Was Immediate Notice Given? Pat Caperton, OCD District I Date and Hour By Whom? 9/8/2006, 9:16 AM (Telephone) & 9/8/2006, 9:18 AM (E-mail) Robert Asher, Environmental Regulatory Agent, YPC If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* Water pump unable to keep up with rate of water coming into tanks. Vacuum truck called, overflow stopped. All fluids contained within berm. Describe Area Affected and Cleanup Action Taken.* An approximate area of 125' X 12', inside berm. Contaminated soils to be excavated and taken to Lea Land. Area to be evaluated. Depth to Ground Water: >100'; 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 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: Printed Name: Robert Asher Title: Environmental Regulatory Agent Approval Date: **Expiration Date:** E-mail Address: boba@ypcnm.com Conditions of Approval: Attached [

Date: Thursday, September 14, 2006

* Attach Additional Sheets If Necessary

*Attach Additional Sheets If Necessary

incident - nPACOG26347250

application - pPACOG26347615

Phone: 505-748-1471

RP#1039