District 1 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

* Attach Additional Sheets If Necessary

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								Initia	l Report	∑ Final	Report	
Name of Company OGRID Number						Contact						
Yates Petroleum Corporation 25575						Robert Ashe						
Address						Telephone No.						
104 S. 4 TH Street						575-748-1471						
Facility Name API Number Graham AKB State #4 30-015-31605						Facility Type Flowline						
Graffatti AKB State #4 50-015-51005						riowine						
Surface Owner Mineral Owne										lo.		
State State						V-2705						
LOCATION OF RELEASE												
Unit Letter	Section	Township	Range	Feet from the	North.	/South Line	Feet from the	East/West Line	County			
G	. 2	22S	31E	1980'		North	1650'	West	Eddy			
	L			<u>.</u>	L							
Latitude 32.42221 Longitude 103.74493												
NATURE OF RELEASE												
Type of Release						Volume of	Release	Recovered				
Oil & Produced Water Source of Release						7 B/O & 15 B/PW 0 B/O & Date and Hour of Occurrence Date and			0 B/PW Hour of Discovery			
Flowline						7/18/2009;						
Was Immediate Notice Given?						7/18/2009; AM 7/18/2009; AM If YES, To Whom?						
☐ Yes ☐ No ☒ Not Required N										SEIV/E	<u></u>	
By Whom?						Edit and Hour				CEIVE		
N/A						N/A				A DD A & 2011		
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse. N/A			APR 0 6 2011			
If a Watercourse was Impacted, Describe Fully.*						N				NMOCD ARTESIA		
N/A Describe Cause of Problem and Remedial Action Taken.*												
Flowline ruptured (this release occurred between the Graham AKB State #4 and the Graham AKB State #3 off of the east side of the lease road). Shut well												
down, isolated line, called for a backhoe and cleanup crew.												
Describe Area Affected and Cleanup Action Taken.*												
An approximate area of 50' X 50'. Repaired line. Impacted soils excavated/hauled to an NMOCD facility. Vegetation sprayed/washed with Micrblaze. Vertical/horizontal delineation samples will be taken and analysis ran for TPH/BTEX. Delineation for chlorides will be performed for documentation and												
to show decreasing levels if possible. If initial analytical results for TPH/BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD												
	requesting closure. Depth to Ground Water: >100' (approx. 448', per the NM Office of the State Engineer), Wellhead Protection Area: No,											
Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on remediation actions, analytical results and depth to ground water,												
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. OH. CONSERVATION DIVISION												
		$\cdot \cap$			1	OIL CONSERVATION DIVISION						
Signature:	200	<u>us U</u>	人			1.1 1						
D : 131	D.L.A					Approved by District Supremental Sensition						
Printed Nam	ie: Kobert A	sner					/ /			/		
Title: Environmental Regulatory Agent						Approval Da	te: 4/1/11	Expiration	Date: NI	H		
E-mail Addr	ess: boba@	yatespetroleur	m.com			Conditions o	f Approval: M	A	A 44 = -1	🗆		
Date: Wedne				one: 575-748-421	l	2RP-694			Attache	iu 📋		