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

AUG 25 2011

RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 NMOCD ARTES Abmit 2 Copies to appropriate strict Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

			Keit	ase nound			orrective A	cuon					
										l Report		Final Report	
Name of Company OGRID Number						Contact							
Yates Petroleum Corporation 25575						Amber Cannon Telephone No.							
Address 105 S. 4 TH Street						575-748-1471							
Facility Name API Number						Facility Type							
Corral Draw AQH Federal #2 30-015-34257						Well							
Surface Owner Mineral Owner													
Federal Federal						NM-88136							
LOCATION OF RELEASE													
Unit Letter	Section	Township	Range			I					ounty		
F	13 24S 29E 1980			North 1980			West Eddy						
	L		<u> </u>										
Latitude 32.21925 Longitude 103.93973													
NATURE OF RELEASE													
Type of Rele		O:I		Volume of Release 6 B/PW; 1 B/O			Volume Recovered						
Produced Water / Crude Oil Source of Release						Date and Hour of Occurrence			0 B/PW; 0 B/O Date and Hour of Discovery				
Poly flowline						6/29/2011; AM 6/29/2011; AM							
Was Immedia	ate Notice (No 🛛 Not Re	auired	If YES, To Whom?								
By Whom?			Date and Hour										
N/A						N/A							
Was a Watercourse Reached? ☐ Yes ☒ 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.* A poly flowline split due to heat and stress. The well was shut down and the flowline was isolated.													
Describe Area Affected and Cleanup Action Taken.*													
An approximate area of 10' X 40' (spill occurred off of production pad and access road, west of pumping unit). A backhoe was immediately called to the													
location to remove contaminated soils. After visiting the location it has been determined that more scraping and removal work needs to be completed. All													
impacted soils will be taken 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 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'													
(125', Section 13, T24S-R29E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 0.													
Based on analytical results, release volume, and site ranking of 0, 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 CONSERVATIO											DIVISION		
Signature:	miles	lama	1 1001			Signed Dr. Mile Kan							
	/ I V V J W	CODIVI	···		Approved by District Supervisor:								
Printed Name	: Amber Ca	innon						γ					
Title: Environ	mental Rec	ulatory Agen			Approval DateAUG 2 6 2011 Expiration Date: NA								
-11.0. 21111101		, rigon		- 1									
E-mail Address: acannon@yatespetroleum.com						Conditions of Approval: NA Attached							
Date: Tuesday	y, August 2	3, 2011	575-748-4111		2RP- 80 %	had							

^{*} Attach Additional Sheets If Necessary