

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

Form C-141
Revised August 8, 2011

NOV 03 2014

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

RECEIVED

Release Notification and Corrective Action

NAB1430737555

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 104 S. 4 th Street	Telephone No. 575-748-4111	
Facility Name Loving AIB State #2	Facility Type Well head/Pump Jack	

Surface Owner Fee	Mineral Owner State	API No. 30-015-26497
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	16	23S	28E	2080	South	2040	East	Eddy

Latitude 32.3036 Longitude 104.08998

NATURE OF RELEASE

Type of Release Crude Oil & Produced Water	Volume of Release 7 B/O & 8 B/PW	Volume Recovered 6 B/O & 7 B/PW
Source of Release Pumping Tee Flange	Date and Hour of Occurrence 10/24/2014; AM	Date and Hour of Discovery 10/24/2014; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 10/25/2014; AM (Email)	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully. N/A

Describe Cause of Problem and Remedial Action Taken.*

A hole in the B-1 flange caused the release. The leak was stopped; vacuum truck(s) and roustabout crew were called.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 20' x 30'. The area affected was on the production pad around the wellhead area. The leak was stopped, the pumping tee flange was repaired, and a vacuum truck recovered most of the release. Impacted soils on the production pad will be scraped and soils will be hauled to a NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation).
Depth to Ground Water: <50' (approximately 35', per ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 20.

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.

Signature: <u>Amber Cannon</u>	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Amber Cannon	Approved by Environmental Specialist: <u>[Signature]</u>	
Title: NM Environmental Regulatory Agent	Approval Date: <u>11/3/14</u>	Expiration Date: <u>NA</u>
E-mail Address: <u>acannon@yatespetroleum.com</u>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: October 30, 2014	Phone: 575-748-4111	

Remediation per O.C.D. Rules & Guidelines

SUBMIT REMEDIATION PROPOSAL NO

LATER THAN: 12/4/14

*Emailed to NMOCD II on 10-30-14
Copied to Produc/Master File 10-30-14*

2RP-2510