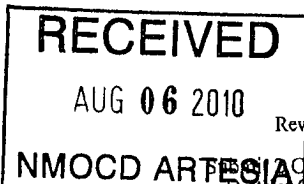


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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  
Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amanda Trujillo
Address 104 S. 4 <sup>TH</sup> Street		Telephone No. 575-748-1471
Facility Name Smith Federal Com Battery #2	API Number 30-015- <del>30587</del> 26834	Facility Type Gas well
		Order Number 2RP- 457
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-0251099-A

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	12	22S	23E	1797	North	2159	West	Eddy

Latitude Longitude  
NATURE OF RELEASE

Type of Release Produced water	Volume of Release 225 bbl	Volume Recovered 220 bbl
Source of Release Pipe connection above water pump broke	Date and Hour of Occurrence 7/31/2010 2:30 pm	Date and Hour of Discovery 08/01/2010 - PM
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/Artesia	
By Whom? Amanda Trujillo - Yates Petroleum Corporation	Date and Hour 08/02/2010 7:30 am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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 pipe connection broke above the water pump. Once the release was discovered a vacuum truck was dispatched to recover all standing fluids. Water was hauled to a near by disposal.		
Describe Area Affected and Cleanup Action Taken.* An approximate size of 40' x 60' was impacted. The impacted area is located around the water tanks with in the bermed area. Soil from the pooling areas was excavated and disposed of at an NMOCD approved facility. Vertical and horizontal delineation samples will taken and analysis ran for TPH and BTEX once all contaminated material has been removed. Chlorides available upon request. Depth to Ground Water: <100' (approx. 200', per New Mexico Office of the State Engineer); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0. Based on site ground water quality and enclosed analytical results.		
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: <i>A. Trujillo</i>	Approved by District Supervisor: <i>Mike Bratcher</i>	
Printed Name: Amanda Trujillo	NOV 03 2010	
Title: Environmental Scientist	Approval Date:	Expiration Date:
E-mail Address: atrujillo@yatespetroleum.com	Conditions of Approval:	
Date: Friday, August 06, 2010 Phone: 575-748-4310	Attached <input type="checkbox"/>	

\* Attach Additional Sheets If Necessary

REMEDATION per OCD Rules and  
Guidelines. SUBMIT REMEDIATION  
PROPOSAL BY: 12/3/2010  
Delineation for BTEX-TPH &  
Chloride Required

2RP-457