District !

1625 N. French Dr., Hobbs, NM 88240
District II

1301 W. Grand Avenue, Artesia, NN 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												
1MLB/034/26733 OPEI						ATOR			🛚 Initia	l Report		Final Report
Name of Co	ompány		OGRID Number			Contact						
Yates Petro	leum Corp	oration	25575			Robert Asher						
Address 104 S. 4 TH Street						Telephone No. 575-748-1471						
Facility Name API Number						Facility Type						
Rio Penasco	. #1		30-015-2397	8	Bartery							
Surface Ow	/ner		Mineral Owner						Lease No.			
Fee Fee Fee												
Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County												
H 3 19S			25E 1980		Notti	North 660		1	East	Eddy		
Latitude 32.69198 Longitude 104.46566												
NATURE OF RELEASE												
Type of Rele				Volume of	Release		Volume Recovered					
Oil & Production					14 B/O & 1		2 B/O & 0 B/PW					
Production to					Date and Hour of Occurrence Date and Hour of Discovery 11/29/2010, PM 11/29/2010, PM					<i>'</i>		
Was Immedi				If YES, To Whom?								
By Whom?			Yes [Mike Bratcher/NMOCD Artesia Date and Hour							
Robert Asher	r/YPC Envir	ronmental		11/29/2010, PM (c-mail)								
Was a Watercourse Reached?						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.*												
Hole in bottom of production tank. Vacuum truck and roustabout crew called.												
Describe Area Affected and Cleanup Action Taken.* An approximate area of 15' X 5'. Vacuum truck recovered small amount of oil but no produced water was recovered. Production tank pulled and will												
conduct vertical/horizontal delineation to determine extent of impacted soils. Samples will be tested for TPH & BTEX (chlorides for documentation). If												
initial analytical results for TPH & BTEX are under RRAL's 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' (approx. 204', Unit Letter E, Section 2, T189S-												
R25E, per New Mexico Office of the State Engineer), 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 at	II operators a	are required to	report ar	id/or file certain re	elease r	notifications an	id perform corre	ctive acti	ons for rele	eases which	may ¢	ndanger
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 law	vs and or regu	lations.				077 001	/A F3 T T T				
				OIL CONSERVATION DIVISION								
Signature:						Signed By Mily Brances						
Printed Name	:: Robert As	her		Approved by District Supervisor:								
Title: Enviror				Approval Date: DEC 07 2010 Expiration Date:								
E-mail Address: boba@yatespetrpoleun.com						Conditions of Approval:						
				hone: 575-748-42		✓ REMEDIATION per OCD Rules and						
AND A LIPE OF THE PROPERTY OF A CO. A. C.											100	
						PROPOSAL BY: 1/1/2011 ARP-472						
						PROPUSAL	 ////	ZUI	, ,	•	•	-