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

State of New Mexico **Energy Minerals and Natural Resources**

MAR 16 2011

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Form C-141 Red ised October 10, 2003

NMOCD ARTESIA copies to appropriate District Office in accordance with Rule 116 on back

Oil Conservation Division 1220 South St. Francis Dr.

1220 S. St. Francis Dr., Santa Fe. NM 87505 side of form Santa Fe, NM 87505 Release Notification and Corrective Action MW ///0228909 **OPERATOR** X Initial Report Final Report Name of Company OGRID Number Contact Yates Petroleum Corporation 25575 Amanda Trujillo Telephone No. Address 104 S. 4TH Street 575-748-1471 Facility Name API Number Facility Type Order Number 20.015-35164 OhKay SWD #3 30-015-63509 2RP- **737** SWD Surface Owner Mineral Owner Lease No. State State LOCATION OF RELEASE Feet from the Unit Letter Section Township Range North/South Line Feet from the East/West Line County 990 N 258 30E SOUTH 6 2310 East EDDY Latitude N33.13240 Longitude W104 13323 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered WATER 60 10 Source of Release Date and Hour of Occurrence Date and Hour of Discovery Tanks ran over while battery was down due to failure to shut in a 2/17/2011 2/17/2010 - PM necessary line Was Immediate Notice Given? If YES, To Whom? Mike Bratcher - NMOCD/Artesia By Whom? Date and Hour Amanda Trujillo - Yates Petroleum Corporation 02/23/2011 am Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully,* Describe Cause of Problem and Remedial Action Taken.* Tanks ran over while battery was down due to failure to shut in a necessary line. Water flowed into berm. Broken drain line caused fluid to escape berm. Valves were shut off and a clean up crew was dispatched to make necessary repairs and remedial steps. Describe Area Affected and Cleanup Action Taken.* An approximate size of 60' x 6' was impacted. The impacted area is located on the north end of the battery. 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. Depth to Ground Water: >100' (approx. 250', per New Mexico ChevronTexaco Trend Map); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0. Based on site ground water quality and enclosed analytical 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: Z Approved by Disti Signed Byon Printed Name: Amanda Trujillo Title: Environmental Scientist Approval Date: **Expiration Date:** E-mail Address: atrujillo@yatespetroleum.com Conditions of Approval: Attached Remediation per OCD Rules & Date: Tuesday, March 15, 2011 Phone: 575-748-4310 Guidelines. SUBMIT REMEDIATION Attach Additional Sheets If Necessary PROPOSAL NOT LATER THAN: No analytical or water quality

2011

data was included with this

submittal

Bratcher, Mike, EMNRD

From:

Amanda Trujillo [atrujillo@yatespetroleum.com]

Sent:

Wednesday, February 23, 2011 5:30 PM

To:

Bratcher, Mike, EMNRD

Cc: Subject: Jerry Fanning OhKay SWD #3

Mr Bratcher:

Yates Petroleum reports a release at the following location:

Ohkay SWD #3

Section 6, Township 25 South, Range 30 East

Eddy County

Date of Release: 02-17-2011

Approximately 60 barrels of water were released 10 barrels recovered Cause of release has been isolated and repairs were completed

Vacuum truck on site recovered standing fluids

Site will be evaluated and a work plan for remediation will be submitted for consideration.

Please excuse the tardiness with this report there was a mix up with field personnel and the copy of the report. If you should have any questions please feel free to contact me at the number below.

Amanda N. Trujillo Environmental Scientist Yates Petroleum Corporation Office 575-748-4310 Cell 575-703-6537 Email atrujillo@yatespetroleum.com