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

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action											
						TOR		Initia	l Report [Final Report	
Name of Company OGRID Number						Contact					
Yates Petroleum Corporation 25575						Robert Asher Telephone No.					
Address 104 S. 4 TH Street						575-748-1471					
Facility Name API Number						Facility Type					
Algerita AHR State #1 30-015-26383						Battery					
Surface Owner Mineral Ov State State					wner	ier		Lease No. NM-653V-253192			
	15.3	(D) (3.3)	10			N OF RE	Feet from the	East/West Line	County		
Unit Letter H	Section 16	Township 205	Range 24E	Feet from the 1980		North	660	East	Eddy		
									<u> </u>		
Latitude 32.57553 Longitude 104.58654											
NATURE OF RELEASE											
Type of Release						Volume of		Volume	Volume Recovered		
Condensate						20 B/C	T	0 B/C			
Source of Release Production tank						8/12/2009	Iour of Occurrence - AM		Date and Hour of Discovery 8/12/2009 - PM		
Was Immediate Notice Given?						If YES, To Whom?					
☐ Yes ☐ No ☒ Not Required						d N/A Date and Hour					
By Whom? 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.*											
Hole in production tank. Vacuum truck called.											
Describe Area Affected and Cleanup Action Taken.*											
An approximate area of 15' X 15', Source of release isolated and corrected. Vacuum truck removed remaining condensate and transferred to another tank at the battery. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX. 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. Depilt to Ground Water: >100' (approximately 400', 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 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.	nment. In ac or local law	ddition, NMO /s and/or regu	CD accep lations.	tance of a C-141 r	cport d	oes not reliev	e the operator of i	responsibility for c	omphance with	any other	
Signature:						OIL CONSERVATION DIVISION					
						1,					
						Approved by District Supervisor: Mile Besselve					
Printed Name	: Robert As	her				Olgica of					
Title: Environmental Regulatory Agent						Approval Dat	e: 4/257/1	Expiration	Date:		
E-mail Address: boba@yatesperroleum.com						Conditions of Approval:					
Date: Friday, August 21, 2009 Phone: 575-748-4217						Remediation per OCD Rules &					
Attach Additional Sheets If Necessary						Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: \$\frac{2\kappa_{\text{P}} 760}{2\text{P}}\$					
					P	ROPOSAL	NOT LATER T	HAN:	d	(r- 160	
							5/25/11				