

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

HOBBS OCD

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

OCT 11 2011

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

RECEIVED

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Fender BPQ State Com. #2	API Number 30-025-37765	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. VA-2157
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LOCATION OF RELEASE

Unit Letter L	Section 17	Township 10S	Range 32E	Feet from the 1980	North/South Line South	Feet from the 660	East/West Line West	County Lea
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Latitude 33.44427 Longitude 103.70133

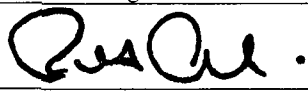
NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 28 B/O & 17 B/PW	Volume Recovered 0 B/O & 0 B/PW
Source of Release Production tank	Date and Hour of Occurrence 9/27/2011, AM	Date and Hour of Discovery 9/27/2011, AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Maxey Brown/NMOCD I	
By Whom? Jeremy Haass/Yates Petroleum Corporation	Date and Hour 9/28/2011, PM (e-mail)	
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.*
Failed 1" valve on backside of production tank causing release. Roustabout crew called to make repairs.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 75' X 30'. Roustabout crew replaced valve. Impacted soils to be scraped up in release area. Vertical and horizontal delineation samples taken and analysis to be ran for TPH & BTEX (chlorides for documentation). If results are above RRAL's limits for the site ranking of twenty (20), then a work plan will be submitted, if results are below RRAL's limits for the site ranking of twenty (20), then closure will be requested. Currently the battery is being moved to the south side of the production pad, new battery will be lined. **Depth to Ground Water: <50' (approx. 39', per Chevron/Texaco 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: 	OIL CONSERVATION DIVISION 3/30/12	
Printed Name: Robert Asher	Approved by District Supervisor: Accepted for Record Only	
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: 1RP-3-12-2788	Attached <input type="checkbox"/>
Date: Friday, October 07, 2011	Phone: 575-748-4217	

* Attach Additional Sheets If Necessary

APR 02 2012