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 OPERATOR 1MLB/2/1629479 Initial Report Final Report Name of Company OGRID Number Contact Yates Petroleum Corporation 25575 Robert Asher Address Telephone No. 104 S. 4TH Street 575-748-1471 Facility Name API Number Facility Type Donahue Federal SWD #1 30-015-00087 Battery **NMOCD ARTESIA** Surface Owner Mineral Owner Lease No. Federal Federal NM-81893 LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line Feet from the East/West Line Range County 10 20S 24Ě 1980 \mathbf{E} North 660 West Eddy Latitude 32.59024 Longitude 104.58223 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Oil & Produced Water 1 B/O & 70 B/PW 1 B/O & 65 B/PW Source of Release Date and Hour of Occurrence Date and Hour of Discovery Filter Pot 4/1/2012 - AM 4/1/2012 - AM Was Immediate Notice Given? If YES, To Whom? ☑ Yes ☐ No ☐ Not Required Mike Bratcher/NMOCD II (E-mail) By Whom? Date and Hour Robert Asher/Yates Petroleum Corporation 4/2/2012 (E-mail) Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes 🔀 No N/A If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Valve was open on filter pot of pump inside pump building. Vacuum truck called all oil and produced water contained on location within bern, Describe Area Affected and Cleanup Action Taken.* An approximate area of 10' X 100'. Closed valves, vacuumed up remaining oil and produced water. Impacted soils excavated and hauled to an NMOCD approved facility. Initial vertical and horizontal delineation samples with in the impacted area will be taken and analysis ran for TPH & BTEX (chlorides for reference). If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the NMOCD requesting closure. If the analytical results are above the RRAL, a work plan will be submitted to the NMOCD. Depth to Ground Water: >100° (268°, NMOSE & 225° Chevron Texaco Trend Map), 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, or local laws and/or regulations. OIL CONSERVATION DIVISION Signature: Approved by District Supervision Printed Name: Robert Asher APR 2 5 2012 Title: Environmental Regulatory Agent Approval Date: **Expiration Date:** E-mail Address: boba@yatespetoleum.com Conditions of Approval: Attached Remediation per OCD Rules & Date: Wednesday, April 11, 2012 Phone: 575-748-1471 Guidelines. SUBMIT REMEDIATION 2RP-1107 * Attach Additional Sheets If Necessary PROPOSAL NOT LATER THAN:

5/25/2012

Bratcher, Mike, EMNRD

From: Bob Asher [BobA@yatespetroleum.com]

Sent: Monday, April 02, 2012 11:36 AM
To: Bratcher, Mike, EMNRD; Dade, Randy, EMNRD; 'jamos@blm.gov'

Cc: Amanda Trujillo; Amber Cannon; Jeremy Haass; Jerry Fanning; Lisa Norton

Subject: Release (Donahue Federal SWD #1)

Yates Petroleum Corporation is reporting a release at the following location (4/1/2012).

Donahue Federal SWD #1 30-015-00087 Section 10, T20S-R24E Eddy County, New Mexico

Released: 70 B/PW and some oil mix; Recovered: 65 B/PW and some oil mix.

Cause of release not known at this time, vacuum trucks called and remaining produced water/oil recovered.

A Form C-141 Initial Report will be submitted with complete information.

Thank you.

Robert Asher

Environmental Regulatory Division Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210 575-748-4217 (Direct) 575-365-4021 (Cell)