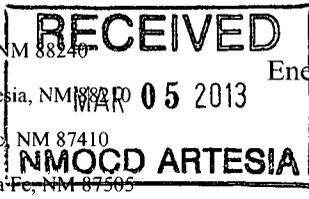


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88203
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505



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 *Amended.*

nJMW 1306452402

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Lupe Carrasco
Address 104 S. 4 TH Street	Telephone No. 575-748-1471	
Facility Name Torpedo "BOW" State Com #1H	API Number 30-015-37495	Facility Type Pumping Unit

Surface Owner State	Mineral Owner State	Lease No. V/O - 7347
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	11	25S	27E	660	South	330	West	Eddy

Latitude 32.13903 Longitude 104.16817

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 17 B/O	Volume Recovered 15 B/O
Source of Release Loose Hammer Union	Date and Hour of Occurrence 2/27/2013	Date and Hour of Discovery 2/27/2013; 7:30 am
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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.*
Hammer union on discharge of flow line near wellhead was not tight. Fluid and gas observed leaking out of union. Tightened hammer union stopped leak. Most of the fluid was contained within the cellar. Overspray across south side of location and pasture. Vacuum truck dispatched to recover standing fluid. Location scraped and hauled to an NMOCD approved disposal. Pasture and location treated with Microblaze.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 25' X 175'. Impacted soils were scraped and taken to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX, Chlorides will be run 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's a work plan will be submitted.
Depth to Ground Water: <100' (approximately 50', Section 11-T25S-R27E, per 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: <i>Lupe Carrasco</i>	OIL CONSERVATION DIVISION	
Printed Name: Lupe Carrasco	Approved by District Supervisor: <i>Mike Benjamin</i>	Signed By: <i>Mike Benjamin</i>
Title: Environmental Regulatory Agent	Approval Date: MAR 05 2013	Expiration Date:
E-mail Address: lcarrasco@yatespetroleum.com	Conditions of Approval: Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	Attached <input type="checkbox"/>
Date: Tuesday, March 05, 2013 Phone: 575-748-1471	April 5, 2013	2RP-1573

* Attach Additional Sheets If Necessary

District I
1625 N. French Dr., Hobbs, NM 88240
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1301 W. Grand Avenue, Artesia, NM 88210
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State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
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Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

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Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Torpedo "BOW" State Com #1H	API Number 30-015-37495	Facility Type Pumping Unit

Surface Owner State	Mineral Owner State	Lease No. V/O - 7347
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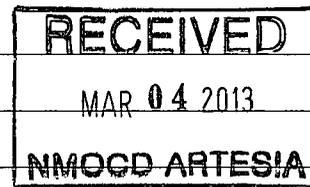
LOCATION OF RELEASE

Unit Letter M	Section 11	Township 25S	Range 27E	Feet from the 660	North/South Line South	Feet from the 330	East/West Line West	County Eddy
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Latitude 32.13903 Longitude 104.16817

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Signature:		OIL CONSERVATION DIVISION	
Printed Name: Lupe Carrasco		Approved by District Supervisor:	
Title: Environmental Regulatory Agent		Approval Date:	Expiration Date:
E-mail Address: lcarrasco@yatespetroleum.com		Conditions of Approval:	
Date: Monday, March 04, 2013	Phone: 575-748-1471	2RP- Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary