

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

nJMW 1325435386

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 North Dagger Draw Water Station	API Number	Facility Type Water Transfer Station
Surface Owner Fee	Mineral Owner N/A	Lease No. N/A

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	20	19S	25E	-	-	-	-	Eddy

Latitude 32.64091 Longitude 104.51321

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 7 B/O	Volume Recovered 6 B/O
Source of Release Tank	Date and Hour of Occurrence 8/8/2013 AM	Date and Hour of Discovery 8/8/2013 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		

RECEIVED
 AUG 16 2013
 NMOCD ARTESIA

Describe Cause of Problem and Remedial Action Taken.*
Release was due to a valve failure. Lease Operator shut valve on flow line to tank. Valve showed to be closed, but did not close mechanism inside valve causing tank to overflow. Vacuum truck dispatched to recover standing fluid.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 30' X 20' was impacted. Impacted soils to be scraped up 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 150', Section 20-T19S-R25E, per 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: <i>Lupe Carrasco</i>	Approved by District Supervisor: Signed By <i>Mike Brennan</i>	
Printed Name: Lupe Carrasco	Approval Date: SEP 11 2013	Expiration Date:
Title: Environmental Regulatory Agent	Conditions of Approval:	
E-mail Address: lcarrasco@yatespetroleum.com	Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	Attached <input type="checkbox"/>
Date: Friday, August 16, 2013 Phone: 575-748-1471		

SEP 11 2013

October 11, 2013

2RP-1900

* Attach Additional Sheets If Necessary

nJMW 1325435121
nJMW 1325436093