

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

HOBBS OCD

OCT 01 2013

RECEIVED

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

☒ 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 Hilliard B Federal #1	API Number 30-005-20987	Facility Type Battery
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-15011

LOCATION OF RELEASE

Unit Letter L	Section 26	Township 15S	Range 30E	Feet from the 1980	North/South Line South	Feet from the 460	East/West Line West	County Chaves
------------------	---------------	-----------------	--------------	-----------------------	---------------------------	----------------------	------------------------	------------------

Latitude 32.98501 Longitude 103.90212

NATURE OF RELEASE

DTW = 185'

Type of Release Oil	Volume of Release 5 B/O	Volume Recovered 2 B/O
Source of Release Pumping Unit	Date and Hour of Occurrence 9/22/2013 - PM	Date and Hour of Discovery 9/22/2013 - PM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.*


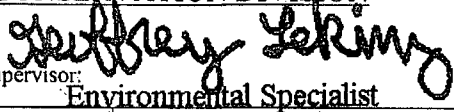
Back pressure valve became plugged and pressured up, blew hole in 3/8" chemical line that ties into pumping tee. Well shut in, vacuum truck and backhoe crews were called.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 60' X 10' (production pad area). Impacted soils at wellhead and impacted soils on production pad scraped up/ removed and hauled to an NMOCD approved facility. Depth to Ground Water: >100' (approximately 185' per Chevron/Texaco trend map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on the amounts released/recovered, impacted soils scraped up/hauled to disposal and site ranking of zero, Yates Petroleum Corporation requests closure.

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 Supervisor:  Environmental Specialist	
Printed Name: Robert Asher	Approval Date: 10/03/13	Expiration Date: —
Title: NM Environmental Regulatory Supervisor	Conditions of Approval: —	Attached <input type="checkbox"/>
E-mail Address: boba@yatespetroleum.com	IRP-	IRP-10-13-2964
Date: Tuesday, October 01, 2013	Phone: 575-748-4217	

* Attach Additional Sheets If Necessary

OCT 07 2013

