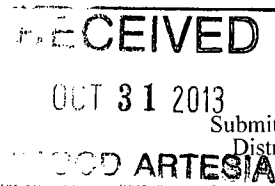


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NTMW1330530079

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 Banjo BNO Federal #1	API Number 30-015-36923	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-102034
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LOCATION OF RELEASE

Unit Letter P	Section 5	Township 26S	Range 30E	Feet from the 510	North/South Line South	Feet from the 330	East/West Line West	County Eddy
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Latitude 32.06576 Longitude 103.89553

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 22 B/PW	Volume Recovered 20 B/PW
Source of Release Flow Line Leak	Date and Hour of Occurrence 10/20/2013 AM	Date and Hour of Discovery 10/20/2013 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher, NMOCD II	
By Whom? Bob Asher, Yates Petroleum Corporation	Date and Hour 10/21/2013, 8:40 AM (email)	
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.*

Flow line inside lined bermed battery developed a leak due to normal wear and age of line. The line was isolated and a vacuum truck dispatched to recover standing fluid. A crew was called in to replace the flow line.

Describe Area Affected and Cleanup Action Taken.*

An approximate gravel area of 20' X 30' was impacted within the lined battery. No soils were impacted. All released produced water was contained within lined/bermed battery. Liner intact and all standing fluid recovered with remaining fluid entrained in gravel and base course. Impacted gravel and base course to be removed and disposed at a NMOCD approved facility. Gravel and base course to be replaced. **Depth to Ground Water: >100' (approximately 173', Section 5-T26S-R30E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on recovered amounts of produced water and impacted gravel excavated/hailed, 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.

Signature: <i>[Signature]</i>		OIL CONSERVATION DIVISION	
Printed Name: Lupe Carrasco		Approved by District Supervisor: <i>[Signature]</i>	
Title: Environmental Regulatory Agent		Approval Date:	Expiration Date:
E-mail Address: lcarrasco@yatespetroleum.com		Conditions of Approval:	
Date: Thursday, October 24, 2013		Attached <input type="checkbox"/>	

Phone: 575-748-1471

* Attach Additional Sheets If Necessary

Like approval by
BLM

2RP-2031

Bratcher, Mike, EMNRD

From: Bob Asher <BobA@yatespetroleum.com>
Sent: Wednesday, October 23, 2013 3:20 PM
To: Bratcher, Mike, EMNRD; Dade, Randy, EMNRD; jamos@blm.gov
Cc: Amber Cannon; Katie Parker; Lupe Carrasco
Subject: RE: Release (Banjo BNO Federal #1)

Yates Petroleum Corporation is amending the amounts released/recovered at the below location (release date 10/20/2013).

Released: Approximately 22 B/PW; Recovered: Approximately 20 B/PW.

The battery is bermed and lined and after a site check the liner is found to be in excellent condition. Please contact me if there are any questions.

Thank you.

Robert Asher
Yates Petroleum Corporation
boba@yatespetroleum.com

From: Bob Asher
Sent: Monday, October 21, 2013 8:40 AM
To: (mike.bratcher@state.nm.us); (Randy.Dade@state.nm.us); jamos@blm.gov
Cc: Amber Cannon; Katie Parker; Lupe Carrasco
Subject: Release (Banjo BNO Federal #1)

Yates Petroleum Corporation is reporting a release at the following location (10/20/2013).

Banjo BNO Federal #1
30-015-36923
Section 5, T26S-R30E
Eddy County, New Mexico

Released: Approximately 50 B/PW; Recovered: Approximately 15 B/PW.

Cause of release is from hole in a line inside the battery. Vacuum truck(s) were called.

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

Thank you.

Robert Asher
NM Environmental Regulatory Supervisor
Yates Petroleum Corporation
105 S. 4th Street
Artesia, NM 88210
575-748-4217 (Office)
575-365-4021 (Cell)

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