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

HOBBS OCD

State of New Mexico
Energy Minerals and Natural Resources

OCT 03 2014

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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	OGRID Number	Contact
Yates Petroleum Corporation	25575	Jeremy Haass
Address		Telephone No.
104 S. 4TH Street		575-748-1471
Facility Name	API Number	Facility Type
Red Hat State SWD #1	30-025-31110	SWD

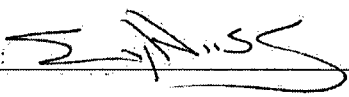| Surface Owner	Mineral Owner	Lease No.
State	State	V-1682

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	2	16S	33E	3300	South	1980	East	Lea

Latitude 32.95256 Longitude 103.631220

NATURE OF RELEASE

Type of Release	Volume of Release	Volume Recovered
Produced Water	10 B/O	3 B/O

Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery
Tank ran over	7/5/2011 PM	7/5/2011 PM

Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required	If YES, To Whom? N/A
By Whom? N/A	Date and Hour N/A
Was a Watercourse Reached? ☐ Yes ☒ 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.*
5-plex pump plunger leaked which turned pump off and led the tanks to over flow. A vacuum truck was called to recover the produced water that was released. Electrician was called to fix pump and back hoe was brought out to remove impacted soil.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 57' X 20', all on well pad. Vacuum truck called to pick up remaining produced water, impacted soils were scraped up and taken to an NMOCD approved facility. Vertical and horizontal delineation samples were taken and analysis ran for TPH & BTEX. Third party analytical results for TPH & BTEX showed the site is well under RRAL's. **Depth to Ground Water: >100' (125', Section 2-T16S-R33E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on recovered amounts of oil, impacted soils excavated/hauled and enclosed analytical results, 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: [signature]	**OIL CONSERVATION DIVISION**
Printed Name: Jeremy Haass	Approved by District Supervisor:
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: jhaass@yatespetroleum.com	Conditions of Approval: 2RP-	Attached ☐
Date: Thursday, September 01, 2011 Phone: 575-748-1471		*IRP-2803*

OCT 08 2014