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

NOV 2 1 2011

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	Robert Asher

Address		Telephone No.
104 S. 4TH Street		575-748-1471

Facility Name	API Number	Facility Type
Vespa BME Federal Com. #2H	30-005-29083	Battery

Surface Owner	Mineral Owner	Lease No.
Fee	Federal	NM-105886

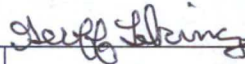## LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	9	15S	31E	950	South	200	West	Chaves

Latitude 33.02563 **Longitude** 103.83426

NATURE OF RELEASE

Type of Release	Volume of Release	Volume Recovered
Oil	5 B/O	0 B/O

Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery
Pumping Unit	11/17/2011 - PM	11/17/2011 - 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.*
Packing blew out due to gas. Well shut in, cleanup crews were called.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 100' X 100' (production pad and pasture area). Oil released was in the form of a mist/spray, high winds caused the large affected area. Impacted gravel at wellhead and impacted soils on production pad scraped up/ removed and hauled to an NMOCD approved facility, new gravel replaced at wellhead, tanks and production equipment being steam cleaned. Pasture area sprayed with Microblaze. **Depth to Ground Water: >100' (approximately 280' per NMOSE & 285' per ChevronTexaco trend map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on the small amount of released oil, impacted materials scraped up/hauled to disposal, Microblaze applied 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: *[signature]*	ENV SPECIALIST
Printed Name: Robert Asher	Approved by District Supervisor. *[signature]*
Title: Environmental Regulatory Agent	Approval Date: 3/30/12 Expiration Date: —
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:
Date: Friday, November 18, 2011 Phone: 575-748-4217	1RP- Attached ☐

* Attach Additional Sheets If Necessary