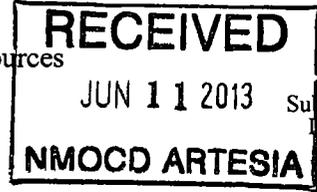


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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 Bonbon BNN State Com. #1-H	API Number 30-015-36913	Facility Type Battery
Surface Owner State	Mineral Owner State	Lease No. VA-3056

LOCATION OF RELEASE

Unit Letter M	Section 27	Township 25S	Range 28E	Feet from the 660	North/South Line South	Feet from the 330	East/West Line West	County Eddy
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Latitude 32.09503 Longitude 104.08216

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 110 B/PW	Volume Recovered 100 B/PW
Source of Release Water pump flow line	Date and Hour of Occurrence 3/22/2013; AM	Date and Hour of Discovery 3/22/2013; 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 3/23/2011; AM	
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 from water pump developed leaks. Valves were isolated from main waterline. Vacuum trucks called.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 30' X 30' (outside of production pad) and 6' X 100" (along west side of access road). Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's (site ranking is 10) a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the OCD. Work plan submitted and approved by NMOCD (5/16/2013). Impacted soils excavated/hailed NMOCD approved facility. Depth to Ground Water: 50-99' (90', Section 28, T25S-R28E, NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 10. Based on analytical results, impacted soils excavated, Yates Petroleum Corporation is requesting 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:	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: NM Environmental Regulatory Supervisor	Approval Date: <u>9/9/11</u>	Expiration Date: <u>N/A</u>
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Tuesday, June 11, 2013 Phone: 575-748-4021	2RP-1622	

* Attach Additional Sheets If Necessary