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

State of New Mexico Energy Minerals and Natural Resources

OCT 14 2010

RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 2 Copies to appropriate Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action NMGB1031337060 **OPERATOR** Final Report Initial Report Name of Company OGRID Number Contact Yates Petroleum Corporation 25575 Amanda Trujillo Address Telephone No. 104 S. 4TH Street 575-748-1471 Facility Name API Number Facility Type Order Number 468 Anadarko Pardue ANQ Battery 30-015-22212 Gas well 2RP-Surface Owner Mineral Owner Lease No. Federal Federal LOCATION OF RELEASE Unit Letter Range Feet from the Section Township Feet from the North/South Line East/West Line County 27 **21S** 24E 2310 North 1980 West NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Oil 18 bb1 Source of Release Date and Hour of Occurrence Date and Hour of Discovery Valve not fully closed 9/7/2010 9/7/2010 - PM Was Immediate Notice Given? If YES, To Whom? Mike Bratcher - NMOCD/Artesia By Whom? Date and Hour Amanda Trujillo - Yates Petroleum Corporation 09/10/2010 pm Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes 🛛 No If a Watercourse was Impacted, Describe Fully,8 N/A Describe Cause of Problem and Remedial Action Taken.* Circulating pump failed and catch valve ran over because valve was not fully closed. Fluid circulated back through valve. A vacuum truck was called to pick up standing fluids. A clean up crew was then dispatched to remove all visibly contaminated material. Describe Area Affected and Cleanup Action Taken.* An approximate size of 21' x 10' was impacted. The impacted area is located near the last oil tank. Soil from the pooling areas was excavated and disposed of at an NMOCD approved facility. Crew excavated contaminated soils; soils were placed directly onto plastic. Vertical and horizontal delineation samples will taken and analysis ran for TPH and BTEX once a contaminated material has been removed. Chlorides sampling available upon request. Depth to Ground Water: >100' (approx. 100', per New Mexico Office of the State Engineer); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0. Based on site ground water quality and enclosed analytical results. - No Analytical Subsection 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 Supervis Printed Name: Amanda Trujillo Approval Date NOV 0 9 2010 Expiration Date: Title: Environmental Scientist Conditions of Approval: E-mail Address: atrujillo@yatespetroleum.com Attached [REMEDIATION per OCD Rules and Date: Wednesday, October 13, 2010 Phone: 575-748-4310 Guidelines. SUBMIT REMEDIATION Attach Additional Sheets If Necessary

Delineation for BTEX,

TAH & Chloride required

Bratcher, Mike, EMNRD

From: Amanda Trujillo [atrujillo@yatespetroleum.com]

Sent: Thursday, October 14, 2010 5:25 PM

To: Bratcher, Mike, EMNRD

Subject: RE: Anadarko Pardue ANQ Com

Attachments: Anadarko Pardue ANQ #1(Inital 9-7-2010) .pdf

Attached is the C-141

Thank you ©

Amanda N. Trujillo

Environmental Scientist

Yates Petroleum Corporation

Office 575-748-4310

Cell 575-703-6537

Email atrujillo@yatespetroleum.com

----Original Message-----**From:** Amanda Trujillo

Sent: Friday, September 10, 2010 4:03 PM

To: 'Bratcher, Mike, EMNRD'

Cc: Jerry Fanning

Subject: Anadarko Pardue ANQ Com

Mr. Mike Bratcher:

Yates Petroleum reports a release at the following location:

Anadarko Pardue ANQ Com Sec. 27,Township 21 South, Range 24 East Eddy County

Eddy County

Date of Release: 09/07/10

Approximately 18 barrels of Oil were released Approximately 10 barrels were recovered

Cause of release has been isolated and repairs are in progress

Site will be evaluated and a work plan for remediation will be submitted for consideration

If you should have any questions please feel free to contact me at the number below.

Amanda N. Trujillo

Environmental Scientist

Yates Petroleum Corporation

Office 575-748-4310

Cell 575-703-6537

Email atrujillo@yatespetroleum.com