

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

RECEIVED

NOV 22 2010

Form C-141
Revised October 10, 2003

NMOCD ARTESIA

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

nMLB1032735832

| | | |
|--|---------------------------------------|----------------------------|
| Name of Company Yates Petroleum Corporation | OGRID Number 25575 | Contact Amanda Trujillo |
| Address 104 S. 4 TH Street | Telephone No. 575-748-1471 | |
| Facility Name Sosa Federal #2 | API Number 30-015-26087 | Facility Type Oil well |
| | Order Number 2RP-485 | |

| | | |
|--------------------------|--------------------------|-----------------------|
| Surface Owner Federal | Mineral Owner Federal | Lease No. NM-44532 |
|--------------------------|--------------------------|-----------------------|

30-015-26247

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|----------------|
| Unit Letter P | Section 15 | Township 26S | Range 29E | Feet from the 480 | North/South Line SOUTH | Feet from the 660 | East/West Line East | County EDDY |
|------------------|---------------|-----------------|--------------|----------------------|---------------------------|----------------------|------------------------|----------------|

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release OIL & WATER | Volume of Release 15 | Volume Recovered 0 |
| Source of Release Flowline failure | Date and Hour of Occurrence 11/16/2010 | Date and Hour of Discovery 11/16/2010 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/Artesia | |
| By Whom? Amanda Trujillo - Yates Petroleum Corporation | Date and Hour 11/16/2010 pm | |
| 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.* A plugged flowline pressured up and blew out. | | |
| Describe Area Affected and Cleanup Action Taken.* An approximate size of 150' x 1" was impacted. The impacted area is located on the south side of the location. Soil from the pooling areas will be excavated and disposed of at an NMOCD approved facility. Vertical and horizontal delineation samples will taken and analysis ran for TPH and BTEX once all contaminated material has been removed. Chlorides analysis upon request. Depth to Ground Water: >100' (approx. 100', per New Mexico ChevronTexaco Trend Map); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0. Based on site ground water quality and enclosed analytical results. | | |
| 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: <i>A Trujillo</i> | Approved by District Supervisor: <i>Mike Bratcher</i> | |
| Printed Name: Amanda Trujillo | Approval Date: NOV 23 2010 Expiration Date: | |
| Title: Environmental Scientist | Conditions of Approval: | Attached <input type="checkbox"/> |
| E-mail Address: atrujillo@yatespetroleum.com | REMEDATION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: 12/23/2010 | |
| Date: Friday, November 19, 2010 Phone: 575-748-4310 | 2RP-485 | |

* Attach Additional Sheets If Necessary

Ⓢ Note: Remediation proposal to be based on delineation of TPH, BTEX & Chlorides

Ⓢ Note: No water quality info or analytical data was submitted with this form.

Bratcher, Mike, EMNRD

From: Amanda Trujillo [atrujillo@yatespetroleum.com]
Sent: Monday, November 22, 2010 3:46 PM
To: Bratcher, Mike, EMNRD
Subject: FW: Sosa Federal #2
Attachments: Sosa Federal 2 (11-16-2010 Inital).pdf

C-141 Attached

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: Wednesday, November 17, 2010 4:53 PM
To: Bratcher, Mike, EMNRD
Cc: Jerry Fanning
Subject: Sosa Federal #2

Mr. Mike Bratcher,

Yates Petroleum reports a release at the following location:

Sosa Federal #2
Sec. 15, Township 26 South, Range 29 East
Eddy County
Date of Release: 11-16-2010
Approximately 3 barrels of Oil and 12 barrels of water were released; 0 barrels recovered
Cause of release has been isolated and repairs are in progress
Vacuum truck on site recovered standing fluids
Site will be evaluated and a work plan for remediation will be submitted for consideration

Amanda N. Trujillo
Environmental Scientist
Yates Petroleum Corporation
Office 575-748-4310
Cell 575-703-6537
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