

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 <sup>TH</sup> Street	Telephone No. 575-748-1471	
Facility Name Marathon AGI State #2-H	API Number 30-015-34144	Facility Type Battery
Surface Owner State	Mineral Owner State	Lease No. V-2480

#### LOCATION OF RELEASE

Unit Letter D	Section 33	Township 17S	Range 24E	Feet from the 660	North/South Line North	Feet from the 660	East/West Line West	County Eddy
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Latitude 32.79729 Longitude 104.59979


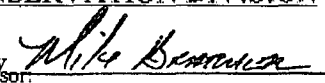
#### NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 14 B/PW	Volume Recovered 0 B/PW
Source of Release Production tank	Date and Hour of Occurrence 1/18/2011, AM	Date and Hour of Discovery 1/18/2011, AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.* Hole in side of production tank. Called vacuum truck and roustabout crew.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 10' X 10', produced water collected in depression of removed tank (battery had two tanks, but one removed where PW collected). No produced water was recovered. Current production tank repaired (hole plugged/tank recoated). 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 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. Depth to Ground Water: >100' (approx. 290', Section 26, T17S-R24E, per New Mexico Office of the State Engineer and 225', per the Chevron/Texaco trend map). Wellhead Protection Area: No, Distance to Surface Water Body: >1000'. SITE RANKING IS 0.		
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 NMOC 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, NMOC 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.		

**RECEIVED**

JAN 24 2011

**NMOC ARTESIA**

Signature: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Robert Asher	Signed By 	
Title: Environmental Regulatory Agent	Approved by District Supervisor:	
E-mail Address: boba@yatespetroleum.com	Approval Date: <u>2/17/2011</u>	Expiration Date:
Date: Monday, January 24, 2011	Phone: 575-748-4217	Attached <input type="checkbox"/>

\* Attach Additional Sheets If Necessary

Remediation per OCD Rules &  
Guidelines. **SUBMIT REMEDIATION**  
**PROPOSAL NOT LATER THAN:**  
3/17/2011

2 RP-582