

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	Contact Chase Settle
Address 104 S. 4 th Street	Telephone No. 575-748-1471
Facility Name Balsam BNL Federal Com #1H	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	API No. 30-015-37035
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LOCATION OF RELEASE

Unit Letter A	Section 8	Township 24S	Range 29E	Feet from the 960	North/South Line North	Feet from the 30	East/West Line East	County Eddy
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Latitude 32.23669 Longitude 103.99766

NATURE OF RELEASE

Type of Release Crude Oil & Produced Water	Volume of Release 3 B/O & 15 B/PW	Volume Recovered 3 B/O & 13 B/PW
Source of Release Wellhead	Date and Hour of Occurrence 4/25/2015; AM	Date and Hour of Discovery 4/25/2015; AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

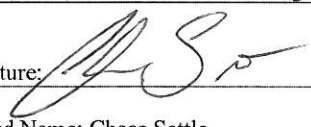
Describe Cause of Problem and Remedial Action Taken.*

The circulating line at the wellhead failed, causing the release. Vacuum truck(s) were called.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 180' X 20' running south from the wellhead was impacted by the release. Of the total impacted area, approximately 30' X 4' was affected off of location. The valves were closed on the circulating line and the stainless steel tubing was reconnected. Called vacuum trucks to remove standing fluid and backhoe to scrape impacted soils. Excavated soils were hauled to a NMOCD approved facility. Vertical and horizontal delineation samples were taken and analysis ran for TPH & BTEX (chlorides for documentation). Initial analytical results for TPH & BTEX are under RRAL's (site ranking is 0) a Final Report, C-141 is submitted to the NMOCD requesting closure. **Depth to Ground Water: 50-99' (approximately 60', Section 8, T24S-R29E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on completion of the approved Work Plan and confirmation analytical results, Yates Petroleum 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.

Signature: 	OIL CONSERVATION DIVISION		
Printed Name: Chase Settle	Approved by Environmental Specialist:		
Title: NM Environmental Regulatory Agent	Approval Date:	Expiration Date:	
E-mail Address: CSettle@yatespetroleum.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date: December 2, 2015	Phone: 575-748-4171	2RP- 2992	

* Attach Additional Sheets If Necessary



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

November 25, 2015

CHASE SETTLE

YATES PETROLEUM CORPORATION

105 S 4th Street

Artesia, NM 88210

RE: BALSAM BNL FEDERAL COM #1-H

Enclosed are the results of analyses for samples received by the laboratory on 11/20/15 15:00.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-13-5. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accredited through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Hope S. Moreno For Celey D. Keene

Lab Director/Quality Manager



PHONE (575) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

Analytical Results For:

YATES PETROLEUM CORPORATION
CHASE SETTLE
105 S 4th Street
Artesia NM, 88210
Fax To: (505) 748-4635

Received:	11/20/2015	Sampling Date:	11/20/2015
Reported:	11/25/2015	Sampling Type:	Soil
Project Name:	BALSAM BNL FEDERAL COM #1-H	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	NOT GIVEN		

Sample ID: S2-1' (H503079-01)

TPH 8015M		mg/kg		Analyzed By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
GRO C6-C10	<10.0	10.0	11/24/2015	ND	195	97.3	200	1.57		
DRO >C10-C28	<10.0	10.0	11/24/2015	ND	183	91.6	200	4.83		
Surrogate: 1-Chlorooctane	98.8 %	35-147								
Surrogate: 1-Chlorooctadecane	108 %	28-171								

Sample ID: S2-2' (H503079-02)

TPH 8015M		mg/kg		Analyzed By: MS					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	11/24/2015	ND	195	97.3	200	1.57	
DRO >C10-C28	<10.0	10.0	11/24/2015	ND	183	91.6	200	4.83	
Surrogate: 1-Chlorooctane	93.9 %	35-147							
Surrogate: 1-Chlorooctadecane	102 %	28-171							

Cardinal Laboratories

*=Accredited Analyte

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Hope S. Moreno

Hope S. Moreno For Celey D. Keene, Lab Director/Quality Manager



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Analytical Results For:

YATES PETROLEUM CORPORATION
CHASE SETTLE
105 S 4th Street
Artesia NM, 88210
Fax To: (505) 748-4635

Received:	11/20/2015	Sampling Date:	11/20/2015
Reported:	11/25/2015	Sampling Type:	Soil
Project Name:	BALSAM BNL FEDERAL COM #1-H	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	NOT GIVEN		

Sample ID: S2-3' (H503079-03)

TPH 8015M	mg/kg		Analyzed By: MS							
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
GRO C6-C10	<10.0	10.0	11/24/2015	ND	195	97.3	200	1.57		
DRO >C10-C28	<10.0	10.0	11/24/2015	ND	183	91.6	200	4.83		
Surrogate: 1-Chlorooctane	95.8 %	35-147								
Surrogate: 1-Chlorooctadecane	99.7 %	28-171								

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Hope S. Moreno

Hope S. Moreno For Celey D. Keene, Lab Director/Quality Manager

Notes and Definitions

ND	Analyte NOT DETECTED at or above the reporting limit
RPD	Relative Percent Difference
**	Samples not received at proper temperature of 6°C or below.
***	Insufficient time to reach temperature.
-	Chloride by SM4500Cl-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

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Hope S. Moreno For Celey D. Keene, Lab Director/Quality Manager

