MARTIN YATES, III 1912-1985 FRANK W. YATES 1936-1986

5.P YATES



105 SOUTH FOURTH STREET

ARTESIA, NEW MEXICO BB210-211B

TELEPHONE (575) 748-1471

JOHN A. YATES CHAIRMAN OF THE BOARD

JOHN A. YATES JR.

JOHN O. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER

JAMES 5. BROWN

October 23, 2014

Mr. Mike Bratcher / Mrs. Heather Patterson NMOCD District II 811 S. First St. Artesia, NM 88210

Re:

Catclaw/Huisache Battery

30-015-26303

Section 2, T20S-R24E

Eddy County, New Mexico

Mr. Bratcher / Mrs. Patterson,

Yates Petroleum Corporation is submitting the enclosed work plan for the above captioned well. The plan is being submitted in response to the C-141 report dated August 07, 2014.

If there are no objections with the scope of work described in the plan, Yates will have a contractor begin work on or after November 06, 2014.

If you have any questions, feel free to call me at (575) 748-4171

Thank you.

YATES PETROLEUM CORPORATION

Chase Settle Environmental Regulatory Agent

Enclosure(s)

Yates Petroleum Corporation

Catclaw/Huisache Battery Work Plan

Section 2, T20S-R24E

Eddy County, New Mexico

October 23, 2014

I. Location

The battery is located 15 miles south of Artesia on US 285, west approximately 8 miles on Rock Daisy Road, then south on Sawbuck Road 0.75 of a mile, and approximately 0.15 of a mile east on the lease road.

II. Background

On August 07, 2014, Yates submitted to the NMOCD District II office a Form C-141 for the release of 25 B/PW with 15 B/PW recovered. The total affected area was approximately 60 feet by 40 feet outside the bermed battery at a buried produced water flowline. Initial delineation samples were taken in the release area (8/29/2014) and sent to a NMOCD approved laboratory (9/11/2014, results enclosed). Based on analytical results (9/11/2014), Yates determined that further sampling was needed in the release area. Additional delineation samples were taken from the release area (10/08/2014) and sent to a NMOCD approved laboratory (10/14/2014, results enclosed).

III. Surface and Ground Water

Area surface geology is Paleozoic Permian. The ChevronTexaco Trend Map displays at this location (Section 2, T20S-R24E) that depth to groundwater is approximately 200 feet making the site ranking for this site a zero (0). Watercourses in the area are dry except for infrequent flows in response to major precipitation events.

The ranking for this site is zero (0) based on the as following:

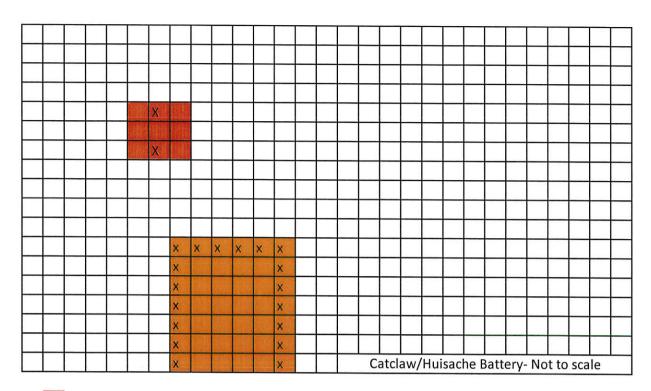
Depth to ground water > 100'
Wellhead Protection Area > 1000'
Distance to surface water body > 1000'

IV. Soils

The area consists of soils that are caliche and loamy topsoil, which are interspersed with clay seams providing a low permeability barrier to retard vertical percolation of contaminants into the subsurface.

V. Scope of Work

Based on enclosed analytical results, the depth to groundwater (200'), and a decrease in chlorides, Yates Petroleum Corporation will excavate six (6) feet in the release area. The release area will then be backfilled with three (3) feet of packed caliche, followed by three (3) feet of topsoil, allowing for repopulation of vegetation which will provide for protection from groundwater contamination. The TPH & BTEX are within the RRAL's for BTEX (50 ppm) and TPH (5000 ppm) for the Total Ranking Score of zero (0) in the release area, no further analytical testing of TPH and/or BTEX will be conducted (all chloride analytical results are for documentation). When remediation work is completed a C-141, Final Report will be submitted to the NMOCD requesting closure of the site.



Release area

X #2 Sample point

Tank Battery

H402737	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	Chlorides
#2-1'	Release Area	8/29/2014	Backhoe	1'	<0.3	<10.0	<10.0	2280
#2-31	Release Area	8/29/2014	Backhoe	3'	<0.3	<10.0	<10.0	5280
#2-51	Release Area	8/29/2014	Backhoe	5'	<0.3	<10.0	<10.0	3040
H403105	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	Chlorides
#2-6'	Release Area	10/8/2014	Backhoe	6'	N/A	N/A	N/A	1630
#2-7'	Release Area	10/8/2014	Backhoe	7'	N/A	N/A	N/A	1300
#2-8'	Release Area	10/8/2014	Backhoe	8'	N/A	N/A	N/A	1680
#2-9'	Release Area	10/8/2014	Backhoe	9'	N/A	N/A	N/A	2640
#2-10'	Release Area	10/8/2014	Backhoe	10'	N/A	N/A	N/A	1170

Site Ranking is Zero (0). >100' (170', Section 11, T20S-R24E, Trend Map All results are ppm. Chlorides for documentation Released: 25 B/PW; Recovered: 15 B/PW Release Date: 07/24/2014



September 11, 2014

CHASE SETTLE
YATES PETROLEUM CORPORATION
105 S 4th Street
Artesia, NM 88210

RE: CATCLAW & HUISACHE BATTERY

Enclosed are the results of analyses for samples received by the laboratory on 09/04/14 10:15.

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 accredited certif.html.

Cardinal Laboratories is accreditated 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.

Celes D. Keine

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,

Celey D. Keene

Lab Director/Quality Manager



YATES PETROLEUM CORPORATION CHASE SETTLE 105 S 4th Street Artesia NM, 88210

Fax To:

(505) 748-4635

Analyzed By MC

Received:

09/04/2014

Sampling Date:

08/29/2014

Reported:

DTEV 9021B

09/11/2014

Sampling Type:

Soil

Project Name:

CATCLAW & HUISACHE BATTERY

Sampling Condition:

Cool & Intact

Project Number:

NONE GIVEN

ma/ka

Sample Received By:

Kathy Perez

Project Location:

NOT GIVEN

Sample ID: #2-1' (H402737-01)

BTEX 8021B	mg/	kg	Analyze	d By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
Benzene*	<0.050	0.050	09/09/2014	ND	1.89	94.7	2.00	8.34		
Toluene*	<0.050	0.050	09/09/2014	ND	1.70	85.0	2.00	8.25		
Ethylbenzene*	<0.050	0.050	09/09/2014	ND	1.57	78.4	2.00	8.62		
Total Xylenes*	<0.150	0.150	09/09/2014	ND	4.86	81.0	6.00	7.43		
Total BTEX	<0.300	0.300	09/09/2014	ND						
Surrogate: 4-Bromofluorobenzene (PIL	104 %	6 89.4-12	6							
Chloride, SM4500CI-B	mg/kg		Analyzed By: AP						No.	
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
Chloride	2280	16.0	09/10/2014	ND	432	108	400	3.77		
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	09/05/2014	ND	212	106	200	4.28		
DRO >C10-C28	<10.0	10.0	09/05/2014	ND	211	106	200	5.25		
Surrogate: 1-Chlorooctane	85.1 9	% 65.2-14	0							
Surrogate: 1-Chlorooctadecane	89.9	% 63.6-15	4							

Cardinal Laboratories

*=Accredited Analyte

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Celley & Kune



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

Received:

09/04/2014

Sampling Date:

08/29/2014

Reported:

Sampling Type:

Soil

09/11/2014

Sampling Condition:

Cool & Intact

Project Name:

CATCLAW & HUISACHE BATTERY NONE GIVEN

Project Number: Project Location:

NOT GIVEN

Sample Received By:

Kathy Perez

Sample ID: #2-3' (H402737-02)

BTEX 8021B	mg/	kg	Analyze	d By: MS					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	<0.050	0.050	09/09/2014	ND	1.89	94.7	2.00	8.34	
Toluene*	<0.050	0.050	09/09/2014	ND	1.70	85.0	2.00	8.25	
Ethylbenzene*	<0.050	0.050	09/09/2014	ND	1.57	78.4	2.00	8.62	
Total Xylenes*	<0.150	0.150	09/09/2014	ND	4.86	81.0	6.00	7.43	
Total BTEX	<0.300	0.300	09/09/2014	ND					
Surrogate: 4-Bromofluorobenzene (PID	104 9	% 89.4-12	6						
Chloride, SM4500CI-B	mg/kg		Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	5280	16.0	09/10/2014	ND	432	108	400	3.77	
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	09/05/2014	ND	212	106	200	4.28	
DRO >C10-C28	<10.0	10.0	09/05/2014	ND	211	106	200	5.25	
Surrogate: 1-Chlorooctane	93.7	% 65.2-14	0						
Surrogate: 1-Chlorooctadecane	98.8	% 63.6-15	4						

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*=Accredited Analyte

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Celeg & treens

Celey D. Keene, Lab Director/Quality Manager



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

Received:

09/04/2014

Sampling Date:

08/29/2014

Reported:

09/11/2014

Sampling Type:

Soil

Project Name:

Sampling Condition:

Cool & Intact

Project Number:

CATCLAW & HUISACHE BATTERY

Project Location:

NONE GIVEN NOT GIVEN

Sample Received By:

Kathy Perez

Sample ID: #2-5' (H402737-03)

BTEX 8021B	mg/	kg	Analyze	d By: MS					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	<0.050	0.050	09/09/2014	ND	1.89	94.7	2.00	8.34	
Toluene*	<0.050	0.050	09/09/2014	ND	1.70	85.0	2.00	8.25	
Ethylbenzene*	<0.050	0.050	09/09/2014	ND	1.57	78.4	2.00	8.62	
Total Xylenes*	<0.150	0.150	09/09/2014	ND	4.86	81.0	6.00	7.43	
Total BTEX	<0.300	0.300	09/09/2014	ND					
Surrogate: 4-Bromofluorobenzene (PIL	104 5	% 89.4-12	6					1	
Chloride, SM4500CI-B	mg/kg		Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	3040	16.0	09/10/2014	ND	432	108	400	3.77	
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	09/05/2014	ND	212	106	200	4.28	
DRO >C10-C28	<10.0	10.0	09/05/2014	ND	211	106	200	5.25	
Surrogate: 1-Chlorooctane	88.9	% 65.2-14	0						
Surrogate: 1-Chlorooctadecane	93.5	% 63.6-15	4						

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Celeg & Kreens

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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Celey & Keens



October 14, 2014

CHASE SETTLE
YATES PETROLEUM CORPORATION
105 S 4th Street
Artesia, NM 88210

RE: CATCLAW & HUISACHE BATTERY

Enclosed are the results of analyses for samples received by the laboratory on 10/09/14 13:30.

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 accreditated 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.

Celey D. Keine

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,

Celey D. Keene

Lab Director/Quality Manager



YATES PETROLEUM CORPORATION CHASE SETTLE 105 S 4th Street Artesia NM, 88210

Fax To:

(505) 748-4635

Received:

10/09/2014

Sampling Date:

10/08/2014

Reported:

10/14/2014

Sampling Type:

Soil

Project Name:

CATCLAW & HUISACHE BATTERY

Sampling Condition:

** (See Notes)

Project Number:

NONE GIVEN

Project Location:

NOT GIVEN

Sample Received By:

Kathy Perez

Sample ID: #2-6' (H403105-01)

Chloride, SM4500CI-B

mg/kg

Analyzed By: AP

Analyte

Reporting Limit Result

Analyzed

Analyzed

10/13/2014

Analyzed

10/13/2014

Method Blank

BS

% Recovery

True Value QC

Chloride

1630

16.0 10/13/2014

ND

432

108

400

Qualifier

Sample ID: #2-7' (H403105-02)

Analyte

Chloride, SM4500CI-B

mg/kg

Analyzed By: AP

% Recovery

3.77

3.77

RPD

3.77

Qualifier

Chloride

Chloride

Chloride

Result 1300

10/13/2014 16.0

Method Blank ND

BS 432

108

True Value OC 400

RPD

Sample ID: #2-8' (H403105-03)

Chloride, SM4500CI-B

mg/kg

Result

1680

2640

Analyzed By: AP

Analyte

Reporting Limit Analyzed

16.0

16.0

Reporting Limit

Method Blank

BS

% Recovery 108

True Value QC

400

RPD

Qualifier

Sample ID: #2-9' (H403105-04)

Chloride, SM4500Cl-B

mg/kg

Analyzed By: AP

Analyte Result Reporting Limit

Method Blank

ND

ND

BS

432

432

% Recovery

108

True Value QC

400

RPD

3.77

Qualifier

Cardinal Laboratories

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Calley & treeme

Celey D. Keene, Lab Director/Quality Manager



YATES PETROLEUM CORPORATION CHASE SETTLE 105 S 4th Street Artesia NM, 88210

Fax To:

(505) 748-4635

Received:

10/09/2014

Sampling Date:

10/08/2014

Reported:

10/14/2014

Sampling Type:

Soil

Project Name:

CATCLAW & HUISACHE BATTERY

Sampling Condition:

** (See Notes)

Project Number:

NONE GIVEN

Sample Received By:

Kathy Perez

Project Location:

NOT GIVEN

Sample ID: #2-10' (H403105-05)

Chloride, SM4500CI-B	mg/	/kg	Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	1170	16.0	10/13/2014	ND	432	108	400	3.77	

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Clay & Kune



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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Celeg D. Frene

Relinquished by: Special Instructions: ORDER #: (lab use only) LAB # (lab use only) #2-9" #2-8' #2-10 #2-6" Sampler Signature: Telephone No: City/State/Zip: Company Address: 105 South 4th Street Comp: (505) 393-232(Yates Petroleum Corporation Project Manager: ARDINAL LABORATORIES 101 East Marland, Hobbs, NM 88240 FIELD CODE Chase Settle 575-748-4171 Artesia, NM 88210 p-9-14 Date Date Date **Beginning Depth** Time Time Time **Ending Depth** Received by ELOT: Received by: 10/8/2014 10/8/2014 10/8/2014 10/8/2014 10/8/2014 (505) 393-2326 FAX (505) 393-2476 Date Sampled 2:30 PM 2:30 PM 2:30 2:30 PM 2:30 PM Time Sampled Fax No: PM e-mail: Field Filtered -_ _ Total #. of Containers csettle@yatespetroleum.com 575-748-4131 Ice HNO₃ HCI H₂SO₄ CHAIN OF CUSTODY RECORD AND ANALYSIS REQUEST NaOH Na₂S₂O₃ 9 × × None Date 0 Other (Specify) DW=Drinking Water SL=Sludge S S S S GW = Groundwater S=Soil/Solid Report Format: NP=Non-Potable Specify Other Sime ome Project Name: ime Project Loc: TPH: 418.1 8015M Project #: TX 1005 TX 1006 Sample Hand Delivered by Sampler/Client Rep. ? by Courier? UPS Temperature Upon Receipt: Labels on container(s) Custody seals on container(s) Custody seals on cooler(s) PO #: 205750 VOCs Free of Headspace? Sample Containers Intact? Laboratory Comments: Cations (Ca, Mg, Na, K) Anions (CI, SO4, Alkalinity) X Standard TCLP: SAR / ESP / CEC Metals: As Ag Ba Cd Cr Pb Hg Se Catclaw & Huisache Battery Catclaw & Huisache Battery Analyze For Volatiles Semivolatiles BTEX 8021B/5030 or BTEX 8260 TRRP RCI N.O.R.M × × × × Chlorides SAR LNPDES

RUSH TAT (Pre-Schedule) 24, 48, 72 hrs

Page 5 of 5

Standard TAT

× × × ×