

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

nMLB1624442516 **OPERATOR** Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Chase Settle
Address 104 S. 4 TH Street	Telephone No. 575-748-4171	
Facility Name Slalom BPZ Federal #1-H	API Number 30-015-38541	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-0437522
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LOCATION OF RELEASE

Unit Letter I	Section 13	Township 18S	Range 29E	Feet from the 2130'	North/South Line South	Feet from the 330'	East/West Line East	County Eddy
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Latitude 32.74603 Longitude -104.02024

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 25 B/O	Volume Recovered 20 B/O
Source of Release Ball valve failure on wellhead	Date and Hour of Occurrence 02/19/2014; AM	Date and Hour of Discovery 02/19/2014; 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, Randy Dade, Jim Amos, Duncan Whitlock	
By Whom? Robert Asher	Date and Hour 02/20/2014 9:39 AM	
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.*
Ball valve failure occurred on wellhead allowing the packing to be pushed out, replaced packing and ball valve to alleviate problem.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 96' X 126' was affected around the wellhead. Vacuum truck was called to remove standing oil and backhoe called to remove impacted soils. Excavated soils will be hauled to a NMOCD approved facility. 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 (site ranking is 0) 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' (approximately 170', Section 13, T18S-R29E, per 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 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 District Supervisor:	<i>MBratcher</i>
Title: NM Environmental Regulatory Agent	Approval Date: 8/31/16	Expiration Date: N/A
E-mail Address: csettle@yatespetroleum.com	Conditions of Approval: NMOCD Rules & Guidelines	Attached <input type="checkbox"/>
Date: Friday, February 28, 2014 Phone: 575-748-4171	2RP-3859	

* Attach Additional Sheets If Necessary