EIVED FEB 0 7 2012

District I.
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. 1st Street, 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

ARTESIA

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

| 1 MLB 1126434762 | | | | OP: | ER | ATOR | | | Initia | l Report | \boxtimes | Final Rep |
|---|--------------|--------------------------------|-------------|---|-------------------------------------|--|---------------------|----------------|---|--------------|-------------|-------------|
| Name of Company OGRID Number | | | | | ber | Contact | 1 | | | | | ······ |
| Yates Petroleum Corporation 25575 | | | | | | Amber Can | | | | | | |
| Address | | | | | | Telephone No. | | | | | | |
| 105 S. 4 TH Street | | | | | | 575-748-1471 | | | | | | |
| Facility Name API Number | | | | | | Facility Typ | e | | | | | |
| Williams Battery 30-015-24072 | | | | | | Battery | | | | | | |
| Surface Owner Mineral Owner | | | | | | Lease No. | | | | | | |
| Fee Fee | | | | | | | | | <u> </u> | | | |
| | | | | LOCA | TIO | N OF RE | LEASE | | | | | |
| Unit Letter | Section | Township | Range | Feet from the | North | /South Line | Feet from the | East/West Line | | County | | |
| F | 25 | 18S | 26E | 1980 | | North | 2310 | Wes | t | Eddy | | |
| | L | L | ! | | | | | ł | | L | | |
| | | | | Latitude 32.7 | <u> 2046</u> | _ Longitude | 104.33618 | | | | | |
| | | | | NATU | JRE | OF REL | EASE | | | | | |
| Type of Release | | | | | | Volume of Release | | | Volume Recovered | | | |
| Produced Water Source of Release | | | | | | 189 B/PW | | | 120 B/PW | | | |
| Source of Release Water tank ruptured from lightning strike | | | | | | Date and Hour of Occurrence 9/18/2011; AM | | | Date and Hour of Discovery 9/18/2011; AM | | | / |
| Was Immediate Notice Given? | | | | | | If YES, To | | 1 31. | 10/201 | , 1141 | | |
| | | | Yes 🗀 | No 🔲 Not Req | uired | | her/NMOCD II | | | | | |
| By Whom? | | | | | | Date and Hour | | | | | | |
| Amber Cannon/Yates Petroleum Corporation | | | | | | 9/19/2011; AM | | | | | | |
| Was a Watercourse Reached? ☐ Yes ☒ No | | | | | | If YES, Volume Impacting the Watercourse. N/A | | | | | | |
| If a Watercou | ree was Im | pacted, Descr | | | | IN/A | | | | | | |
| N/A | roć was mi | paviou, Door | | | | , | | | | | | |
| | | em and Reme | | | | | | | | | | |
| | | | | tning causing prod | | water to spill. | Wells were turne | ed off and sh | ut in, a | vacuum tr | uck wa | s called to |
| | | d power on the | | inp was turned off. | | | | | | | | |
| | | | | tank berm, on proc | ductio | n pad to the so | outhwest of water | r tank and of | ff of pro | nduction na | d to the | eagt) |
| mpacted soil | s will be sc | rapped from I | ocation an | d taken to an NMO | CD a | pproved dispo | sal facility. Vert | ical and hori | izontal | delineation | sample | es will be |
| aken and ana | lysis ran fo | r TPH & BTI | X (chloric | les for documentati | on). | If initial analy | tical results for T | PH & BTEX | K are ui | nder RRAL | 's (site | ranking is |
| | | | | e OCD requesting | | | | | | | | |
| | | | | Section 24, T18S-F Idditional sheet. | KZOE, | , NMOSE), W | ellhead Protecti | on Area: N | o, Dist | ance to Su | rtace V | vater Body |
| | | | | is true and comple | te to t | he best of my | knowledge and 11 | nderstand th | at nurs | mant to NN | IOCD 1 | ules and |
| egulations al | l operators | are required to | o report an | d/or file certain rel | ease r | notifications ar | nd perform correct | ctive actions | for rela | eases which | may e | ndanger |
| ublic health | or the envir | onment, The | acceptanc | e of a C-141 report | by th | e NMOCD ma | arked as "Final R | eport" does | not reli | eve the ope | rator o | f liability |
| hould their o | perations h | ave failed to a | dequately | investigate and ren | nedia | te contamination | on that pose a thr | eat to groun | d water | r, surface w | ater, hu | ıman health |
| | | ddition, NMC vs and/or regu | | tance of a C-141 re | port o | loes not relieve | e the operator of | responsibilit | ty for c | ompliance | with an | y other |
| oncean, searc, | or local law | o androi regu | autivila. | | | | OIL COM | SERVAT | יוחזי | DIVIGI |)NI | |
| | \cap 1 | (), | | | | OIL CONSERVATION DIVISION | | | | | | |
| Signature: (| JMK | sula | MMD | Δ | | | ٠ . | n ! | | | | |
| rinted Name | : Amber Ca | nnon | | | Approved by Signed Byvid 1/4 Search | | | | | | | |
| | | tal Regulator | v Arant | | \neg | Approval Date: BB 1 4 2012 Expiration Date: MA | | | | | | |
| | | | | | \dashv | | | expi | lanon | Date: N | 14 | ··· |
| -mail Addre | ss: acannon | @yatespetrol | eum.com | | | Conditions of | Approval: | ~ \ |) | Attached | i 🗆 | |
| Date: Tuesday | | | | : 575-748-4111 | | 2RP-907 | (| TIM | , | | | |
| ttach Addit | ional Shee | ts If Necess | arv | | | | | | | | | |