

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
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

nm4B/209541383

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Gazelle AHG Federal Com #2	API Number 30-015-26441	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-81929
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LOCATION OF RELEASE

Unit Letter P	Section 16	Township 20S	Range 29E	Feet from the 1000'	North/South Line South	Feet from the 5'	East/West Line East	County Eddy
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Latitude 32.56883 Longitude 104.07118

NATURE OF RELEASE

Type of Release Produced Water / Crude Oil	Volume of Release 4 B/PW; 1 B/O	Volume Recovered 0 B/PW; 0 B/O
Source of Release Back pressure valve	Date and Hour of Occurrence Unknown	Date and Hour of Discovery 1/20/2012
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	<div>RECEIVED FEB 01 2012 NMOCD ARTESIA</div>
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.*

The back pressure valve was the cause of the release. The well kicked and forced pressure to water tank resulting in over-spray. Well was shut-in and valve was replaced.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 75' X 3' (spill was mostly contained in bermed battery with some overspray outside of the berm). Impacted soils have been excavated and taken to an NMOCD approved disposal facility. **Depth to Ground Water: 50-99' (approximately 90', Section 28, T20S-R29E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on release amounts and that all excavated soils have been excavated and disposed of, Yates Petroleum Corporation 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: <i>Amber Cannon</i>	OIL CONSERVATION DIVISION	
Printed Name: Amber Cannon	Signed By: <i>M. L. Brannan</i> Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: FEB 14 2012	Expiration Date: <i>NA</i>
E-mail Address: <i>acannon@yatespetroleum.com</i>	Conditions of Approval: <i>NA</i> <i>Final</i>	Attached <input type="checkbox"/>
Date: Wednesday, February 01, 2012	Phone: 575-748-4111	2RP-1017

* Attach Additional Sheets If Necessary

2RP-1017