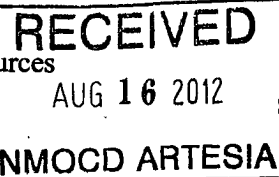


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NMLB 1205238462

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Puppy BPP State Com. #1-Y	API Number 30-015-39483	Facility Type Drilling Pad

Surface Owner Fee	Mineral Owner	Lease No.
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LOCATION OF RELEASE

Unit Letter D	Section 2	Township 17S	Range 27E	Feet from the 390	North/South Line North	Feet from the 200	East/West Line West	County Eddy
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Latitude 32.87049 Longitude 104.25573

NATURE OF RELEASE

Type of Release Cut Brine	Volume of Release 10 B/Cut Brine	Volume Recovered 0 B/Cut Brine
Source of Release Brine Tank	Date and Hour of Occurrence 2/5/2012, AM	Date and Hour of Discovery 2/5/2012, AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
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.* Truck driver ran brine tank over. Backhoe called.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 75' X 50'. Drilling pad not bermed, small area off pad (10' X 50). Impacted soils scraped up and hauled to an NMOCD approved facility. Initial vertical and horizontal delineation samples with in the unlined impacted area will be taken and analysis ran for TPH & BTEX (chlorides for reference). If initial analytical results for TPH & BTEX are under RRAL's 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: 50-99' (approx. 50', ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on enclosed analytical results, impacted soils excavated/hauled, 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:		OIL CONSERVATION DIVISION	
Printed Name: Robert Asher		Signed By: Approved by District Supervisor.	
Title: Environmental Regulatory Agent		Approval Date: AUG 24 2012	Expiration Date: <u>N/A</u>
E-mail Address: boba@yatespetroleum.com		Conditions of Approval: <u>N/A</u> 	Attached <input type="checkbox"/>
Date: Thursday, August 16, 2012 Phone: 575-748-4217		2RP- <u>1036</u>	

* Attach Additional Sheets If Necessary