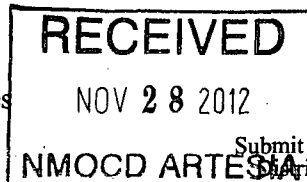District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

RECEIVED
NOV 2 8 2012
NMOCD ARTESIA

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

OPERATOR

☒ Initial Report   ☒ Final Report

Name of Company	OGRID Number	Contact
Yates Petroleum Corporation	25575	Lupe Carrasco

Address		Telephone No.
104 S. 4TH Street		575-748-1471

Facility Name	API Number	Facility Type
Nancy ALH Federal Com #1H	30-015-40127	Battery

Surface Owner	Mineral Owner	Lease No.
Federal	Federal	NM-88158

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	24	21S	31E	750	South	330	East	Eddy

Latitude 32.4587800   Longitude 103.7235200

NATURE OF RELEASE

Type of Release	Volume of Release	Volume Recovered
Crude Oil	40 B/O	20 B/O

Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery
Tank	11/20/2012 AM	11/20/2012 AM

Was Immediate Notice Given? ☒ Yes ☐ No ☐ Not Required	If YES, To Whom? Mike Bratcher, NMOCD II

By Whom? Bob Asher, Yates Petroleum Corporation	Date and Hour 11/20/2012 PM (email)

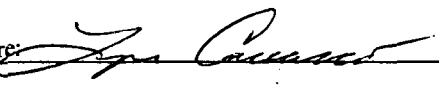| Was a Watercourse Reached? ☐ Yes ☒ No	If YES, Volume Impacting the Watercourse. N/A

If a Watercourse was Impacted, Describe Fully.*
N/A

Describe Cause of Problem and Remedial Action Taken.*
Release was from a production tank. Oil hauler rejected load and tank overflowed. Shut off producing well. All oil contained within lined/bermed battery. Vacuum truck called to pick up standing fluid.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 10' X 50'. All released crude oil contained within lined/bermed battery. Liner intact and all standing fluid recovered with remaining fluid entrained in gravel. Gravel to be removed, disposed at an OCD approved site, and replaced. **Depth to Ground Water: <100' (approximately 85', Section 24-T21S-R31E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on recovered amounts of oil, release within lined/bermed containment area, disposal of impacted gravel at an OCD approved site, 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.

	OIL CONSERVATION DIVISION
Signature: *(signed)*	**Accepted for record NMOCD**
Printed Name: Lupe Carrasco	Approved by District Supervisor:
Title: Environmental Regulatory Agent	Approval Date: Expiration Date:
E-mail Address: lcarrasco@yatespetroleum.com	Conditions of Approval: Attached ☐
Date: Wednesday, November 28, 2012 Phone: 575-748-1471	2RP-

* Attach Additional Sheets If Necessary