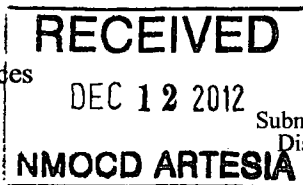|		
District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	State of New Mexico Energy Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 **RECEIVED** DEC 12 2012 **NMOCD ARTESIA**	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

nMCB 123 48 25879

OPERATOR		☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Lupe Carrasco
Address 104 S. 4TH Street		Telephone No. 575-748-1471
Facility Name Nancy ALH Federal Com #1H	API Number 30-015-40127	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-88158
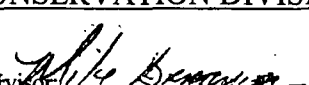
LOCATION OF RELEASE

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

Latitude 32.4587800 **Longitude** 103.7235200

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 40 B/O	Volume Recovered 20 B/O
Source of Release Tank	Date and Hour of Occurrence 11/20/2012 AM	Date and Hour of Discovery 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: *[signature]* Printed Name: Lupe Carrasco	Approved by District Supervisor *Signed By:* *[signature]*
Title: Environmental Regulatory Agent	Approval Date: DEC 13 2012 Expiration Date:
E-mail Address: lcarrasco@yatespetroleum.com	Conditions of Approval: 2RP- Attached ☐
Date: Wednesday, December 12, 2012 Phone: 575-748-1471	

* Attach Additional Sheets If Necessary

Amended   *2RA-1449*