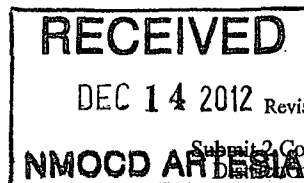


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. 1<sup>st</sup> Street, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

### Release Notification and Corrective Action

#### OPERATOR

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 <sup>TH</sup> Street		Telephone No. 575-748-1471
Facility Name Cotton MX Federal #1	API Number 30-015-23315	Facility Type Battery/SWD

Surface Owner Fee	Mineral Owner Fee	Lease No.
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#### LOCATION OF RELEASE

Unit Letter C	Section 14	Township 19S	Range 25E	Feet from the 810	North/South Line North	Feet from the 2180	East/West Line West	County Eddy
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Latitude 32.7378 Longitude 104.38757

#### NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 5 B/PW	Volume Recovered 3 B/PW
Source of Release Catch tank	Date and Hour of Occurrence 12/5/2012	Date and Hour of Discovery 12/11/2012
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
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.\*  
Plunger packing on pump gave out causing discharge to overrun catch tank. The majority of the release was contained within a lined berm. Less than 1 barrel leaked out. The impacted soils were excavated and taken to a NMOC D approved facility.

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 10' X 15'. The spill occurred from a catch tank that is inside a bermed/lined. The majority of the liquid was contained within the lined berm, but a small amount did run over into the unlined area. These impacted soils were excavated and disposed of at an NMOC D approved facility. Depth to Ground Water: 50-99' (80', Section 15, T19S-R25E, NMOC E), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 10. Based on the amount released, amounts recovered, that most of the release was in a lined berm and impacted soil being disposed of at an NMOC D approved facility, Yates Petroleum is requesting closure.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC D 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 NMOC D 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, NMOC D 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: <u>Amber Cannon</u>	Approved by District Supervisor:	Signed By: <u>Mike Benavides</u>
Printed Name: Amber Cannon	Approval Date: <u>JAN 08 2013</u>	Expiration Date:
Title: Senior Environmental Regulatory Agent	Conditions of Approval:	Attached <input type="checkbox"/>
E-mail Address: <u>acannon@yatespetroleum.com</u>		
Date: Friday, December 14, 2012 Phone: 575-748-4111		

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

February 8, 2013

2RP-1485

\* Attach Additional Sheets If Necessary