

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

## OPERATOR

☒ Initial Report ☒ Final Report


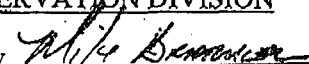
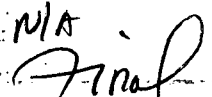
|  |                               |                              |
|--|-------------------------------|------------------------------|
| Name of Company<br>Yates Petroleum Corporation | OGRID Number<br>25575         | Contact<br>Robert Asher      |
| Address<br>105 S. 4 <sup>TH</sup> Street       | Telephone No.<br>575-748-1471 |                              |
| Facility Name<br>Cigarillo SWD #1              | API Number<br>30-015-21643    | Facility Type<br>SWD Battery |
| Surface Owner<br>State                         | Mineral Owner<br>State        | Lease No.<br>VO-7290         |

## LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| C           | 36      | 23S      | 27E   | 1980          | North            | 1980          | East           | Eddy   |

Latitude 32.26322 Longitude 104.14136

## NATURE OF RELEASE

|  |   |   |
|--|---|---|
| Type of Release<br>Produced Water  | Volume of Release<br>390 B/PW   | Volume Recovered<br>390 B/PW                |
| Source of Release<br>Transfer Pump   | Date and Hour of Occurrence<br>3/18/2013; AM  | Date and Hour of Discovery<br>3/18/2013; AM |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required   | If YES, To Whom?<br>Mike Bratcher/NMOCD District II   |   |
| By Whom?<br>Robert Asher/ Yates Petroleum Corporation  | Date and Hour<br>3/20/2013; AM  |   |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse.<br>N/A  |   |
| If a Watercourse was Impacted, Describe Fully.*<br>N/A   |   |   |
| Describe Cause of Problem and Remedial Action Taken.*<br>Gasket on transfer pump developed leak. Vacuum truck called.  |   |   |
| Describe Area Affected and Cleanup Action Taken.*<br>An approximate area of 30' X 100' (inside bermed and lined battery). All released produced water was recovered. Depth to Ground Water: 50-99' (75', ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 10. Based on all produced water being recovered and battery is lined, 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:<br>  | OIL CONSERVATION DIVISION   |   |
| Printed Name: Robert Asher   | Signed By <br>Approved by District Supervisor: |   |
| Title: NM Environmental Regulatory Supervisor  | Approval Date: APR 17 2013  | Expiration Date: N/A                        |
| E-mail Address: boba@yatespetroleum.com  | Conditions of Approval: N/A   | Attached <input type="checkbox"/>           |
| Date: Friday, April 05, 2013 Phone: 575-748-4021   | 2RP-    |   |

\* Attach Additional Sheets If Necessary

2RP-1620