

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 87418  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

MAY 23 2013

NMOCD ARTESIA

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

nJMW 1315048005

#### OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Lupe Carrasco
Address 104 S. 4 <sup>TH</sup> Street	Telephone No. 575-748-1471	
Facility Name Penasco Water Line(near Kent BSK #1H)	API Number 30-015-40161	Facility Type Water Line
Surface Owner Fee	Mineral Owner Fee	Lease-No. N/A

#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	20	18S	26E	400	South	330	East	Eddy

Latitude 32.72988 Longitude 104.39539

#### NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 15 B/PW	Volume Recovered 8 B/PW
Source of Release Break in water line	Date and Hour of Occurrence 5/15/2013 PM	Date and Hour of Discovery 5/15/2013 PM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour.	
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

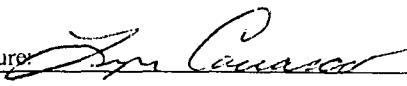

Describe Cause of Problem and Remedial Action Taken.\*

Water line break due to normal wear and age of line, in addition to expansion and contraction of the line due to cool nights and warm days. Line isolated and shut in. Vacuum truck dispatched to recover fluid. Crew called to repair line and scape impacted area.

Describe Area Affected and Cleanup Action Taken.\*

An approximate area of 8' X 50' was impacted. Impacted soil to be scraped and disposed at an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX, Chlorides will be run for documentation. 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's, a work plan will be submitted. **Depth to Ground Water: >100' (approximately 125', Section 20-T18S-R26E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.**

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Lupe Carrasco	Approved by District Supervisor:	Signed By: 
Title: Environmental Regulatory Agent	Approval Date: <b>MAY 30 2013</b>	Expiration Date:
E-mail Address: lcarrasco@yatespetroleum.com	Conditions of Approval: Remediation per OCD Rule & Guidelines. <b>SUBMIT REMEDIATION</b>	Attached <input type="checkbox"/>
Date: Tuesday, May 21, 2013 Phone: 575-748-1471	<b>PROPOSAL NO LATER THAN:</b>	

\* Attach Additional Sheets If Necessary

June 30, 2013

2RP-1667