District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rond, 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

AUG 2 0 2013

Form C-141 Revised October 10, 2003

NMOCD ARTHUM ACpries to appropriate
With Rule 116 on back
side of form

| Release Notification and Corrective Action  |   |  |  |                              |                            |          |          |              |                                       |
|---|---|--|--|------------------------------|----------------------------|----------|----------|--------------|---------------------------------------|
| nJMW 132345090  | PERA  | ATOR   | •  | Σ                            | Initia                     | l Report |          | Final Report |                                       |
| Name of Company OGRID Number  |   |  | Contact                                      | /                            |                            |          |          |              |                                       |
| Yates Petroleum Corporation 25575   |   |  | Amber Cannon                                 |                              |                            |          |          |              |                                       |
| Address . 105 S. 4 <sup>TH</sup> Street   |   |  | Telephone No. 575-748-1471                   |                              |                            |          |          |              |                                       |
| Facility Name API Number  |   |  | Facility Type                                |                              |                            |          |          |              |                                       |
| Martha AIK Federal #6 30-015-26960  |   |  | Well/Tin Horn                                |                              |                            |          |          |              |                                       |
| Surface Owner Mineral Owne  |   |  | Lease No.                                    |                              |                            |          |          |              |                                       |
| Federal   | ·   |  |  |                              | NM-65417                   |          |          |              |                                       |
| LOCATION OF RELEASE   |   |  |  |                              |                            |          |          |              |                                       |
|   |   |  |  |                              |                            |          | County   |              |                                       |
| 1 1 1 1   | 1E 660'   |  | North  | 330'                         | East                       |          | Eddy     |              |                                       |
|   |   | <u> </u>   |  |                              |                            |          |          |              |                                       |
| Latitude 32.41137 Longitude 103.74056   |   |  |  |                              |                            |          |          |              |                                       |
| NATURE OF RELEASE   |   |  |  |                              |                            |          |          |              |                                       |
| Type of Release Produced Water  | Volume of Release   |  |  | Volume Recovered<br>130 B/PW |                            |          |          |              |                                       |
| Source of Release   |   | Date and Hour of Occurrence                              |  |                              | Date and Hour of Discovery |          |          |              |                                       |
| Water transfer line   | 8/13/2013   |  |  | 8/13/2013                    |                            |          |          |              |                                       |
| Was Immediate Notice Given?  ✓ Ve   | If YES, To Whom? d Mike Bratcher/NMOCD II                                       |  |  |                              |                            |          |          |              |                                       |
| Yes ☐ No ☐ Not Required By Whom?  |   |  | Date and Hour                                |                              |                            |          |          |              |                                       |
| Robert Asher/Yates Petroleum Corporation  | 6/13/2013; AM   |  |  |                              |                            |          |          |              |                                       |
| Was a Watercourse Reached?  | If YES, Volume Impacting the Watercourse.                                       |  |  |                              |                            |          |          |              |                                       |
| Yes     No     N/A       If a Watercourse was Impacted, Describe Fully.*  |   |  |  |                              |                            |          |          |              | · · · · · · · · · · · · · · · · · · · |
| N/A   |   |  |  |                              |                            |          |          |              |                                       |
| Describe Cause of Problem and Remedial Action Taken.*   |   |  |  |                              |                            |          |          |              |                                       |
| A 6" water transfer line ruptured at the tin horn by the Martha AIK Federal #6 location.  Describe Area Affected and Cleanup Action Taken.*   |   |  |  |                              |                            |          |          |              |                                       |
| An approximate area of 20' X 75'. The release occurred inside of a hole that was previously dug to fix the line from a previous release, all water was  |   |  |  |                              |                            |          |          |              |                                       |
| contained within this hole. All wells were turned off, water pumps were shut off, personnel ensured that no leaks continued and the line was repaired. A crew will be called to do initial clean-up of the area, and all excavated soils will be disposed of at an approved NMOCD facility. Vertical and horizontal |   |  |  |                              |                            |          |          |              |                                       |
| delineation samples will be taken and sent to a NMOCD approved facility. Depth to Ground Water: >100' (approximately 150', Section 11, T22S-  |   |  |  |                              |                            |          |          |              |                                       |
| R31E, per Trend Map, 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.   |   |  |  |                              |                            |          |          |              |                                       |
| Λ . Λ   | OIL CONSERVATION DIVISION   |  |  |                              |                            |          |          |              |                                       |
| Signature: (Imbu Caman)   |   |  |  |                              |                            |          |          |              |                                       |
| V   |   | Approved by District Supervisor, Signed By Mily Bennette |  |                              |                            |          |          |              |                                       |
| Printed Name: Amber Cannon  |   |  |  |                              |                            |          |          |              |                                       |
| Title: Environmental Regulatory Agent   |   |  | AUG 2 2 2013 Approval Date: Expiration Date: |                              |                            |          |          |              |                                       |
|   |   |  | Candida C                                    | A                            |                            |          |          |              |                                       |
| E-mail Address: acannon@yatespetroleum.com  |   |  | Conditions of<br>Remediation                 | • •                          | 8. Guidal                  | inge O.  | Attached |              |                                       |
| Date: Tuesday, August 20, 2013 F  | Remediation per OCD Rule & Guidelines, & ke approval by BLM. SUBMIT REMEDIATION |  |  |                              |                            |          |          |              |                                       |
| Attach Additional Sheets If Necessary  PROPOSAL NO LATER THAN:  2RP-1856  |   |  |  |                              |                            |          |          |              |                                       |
| ,   | _   | Depte.   | mber 2                                       | 2,2                          | 013                        |          | . (      | 000          |                                       |