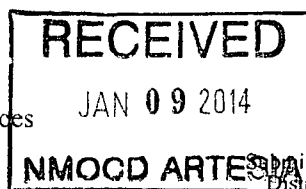


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJMW1402356052

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Martha AIK Federal #1	API Number 30-015-26549	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-65417
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LOCATION OF RELEASE

Unit Letter P	Section 11	Township 22S	Range 31E	Feet from the 330'	North/South Line South	Feet from the 430'	East/West Line East	County Eddy
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Latitude 32.39966 Longitude 103.74086

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 50 B/O	Volume Recovered 35 B/O
Source of Release Circulation pump	Date and Hour of Occurrence 12/26/2013; AM	Date and Hour of Discovery 12/26/2013; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher, NMOCD District II	
By Whom? Robert Asher, Yates Petroleum Corporation	Date and Hour 12/27/2013; AM	
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.*

A 1/4" nipple broke on a circulation pump. The circulation pump was shut in and roustabouts were called in and the circulation pump was replaced.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 25' X 10' (release was contained within an unlined bermed battery). Contaminated soils will be excavated and disposed of at a NMOCD approved facility. Delineation samples will be taken for BTEX and TPH and sent to a NMOCD approved laboratory. 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.

OIL CONSERVATION DIVISION

Signature: Amber Cannon

Printed Name: Amber Cannon

Title: Environmental Regulatory Agent

E-mail Address: acannon@yatespetroleum.com

Date: Friday, January 03, 2014

Phone: 575-748-4111

Approved by District Supervisor:

Signed By: Mike Bratcher

Approval: JAN 23 2014

Expiration Date:

Conditions of Approval:

Attached ☐

Remediation per OCD Rule & Guidelines, &
like approval by BLM. SUBMIT REMEDIATION

PROPOSAL NO LATER THAN:

February 23, 2014

* Attach Additional Sheets If Necessary

2RP-2159