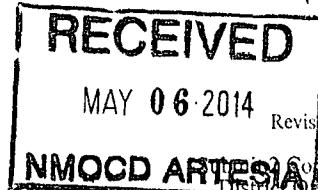


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Copies to appropriate
Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

n HMP 1413235805

Initial Report Final Report

Name of Company Yates Petroleum Corporation		OGRID Number 25575	Contact Chase Settle
Address 104 S. 4 TH Street		Telephone No. 575-748-4171	
Facility Name Mimosa Federal SWD #4		API Number 30-015-26950	Facility Type Battery
Surface Owner Federal		Mineral Owner Federal	Lease No. NM-36935

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	4	20S	24E	660'	South	1980'	West	Eddy

Latitude 32.59735 Longitude 104.59513

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 35 B/PW	Volume Recovered 15 B/PW
Source of Release Broken water leg	Date and Hour of Occurrence 4/28/2014; 9:00 AM	Date and Hour of Discovery 4/28/2014; 9:00 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 II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 4/29/2014; 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.* Water leg on tank broke due to wind.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 169' X 64' was impacted within the bermed battery. The valve was shut off and vacuum trucks were called to clean up the spill. Impacted soils will be excavated and hauled to a NMOCD approved facility. Depth to Ground Water: >100' (approximately 360', Section 4, T20S-R24E, 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.		

OIL CONSERVATION DIVISION

Signature:	Approved by District Supervisor:	
Printed Name: Chase Settle	Approval Date: <u>5/12/14</u>	Expiration Date: <u>NA</u>
Title: Environmental Regulatory Agent	Conditions of Approval:	
E-mail Address: CSettle@yatespetroleum.com	Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	Attached <input type="checkbox"/>

PROPOSAL NO LATER THAN:

* Attach Additional Sheets If Necessary

2RP-2292

5/12/14