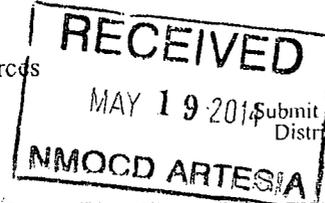


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nHmp 1414931417 OPERATOR Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Leonardo BKL Federal Com #1	API Number 30-015-22763	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-92167
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LOCATION OF RELEASE

Unit Letter G	Section 28	Township 25S	Range 27E	Feet from the 1980'	North/South Line North	Feet from the 1980'	East/West Line East	County Eddy
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Latitude 32.10274 Longitude 104.19242

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 60 B/PW	Volume Recovered 1/2 B/PW
Source of Release 8 inch water line	Date and Hour of Occurrence 5/4/2014; AM	Date and Hour of Discovery 5/4/2014; 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 5/5/2014; AM (Email)	
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 2 inch poly line riser on the water line ruptured, causing the release.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 100' X 100' (release was approximately 2500' north of the battery). The poly line was repaired, and vacuum trucks were called to recover the remaining produced water. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides 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 a work plan will be submitted to the NMOCD. **Depth to Ground Water: <25" (approximately 25', per the ChevronTexaco trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 20.**

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:	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: NM Environmental Regulatory Supervisor	Approval Date: <u>5/29/14</u>	Expiration Date: <u>NA</u>
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Monday, May 19, 2014 Phone: 575-748-4217	Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:

5/29/14

22P-2314