District 1
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

Form C-141
Revised August 8, 2011
Copy to appropriate District Office in

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

| Release Notification and Corrective Action | | |
|---|---|--|
| DAB 1528 640433 | OPERATOR | ☐ Initial Report ☐ Final Report |
| Name of Company Yates Petroleum Corporation 35.525 | Contact Chase Settle | NM OIL CONSERVATION |
| Address | Telephone No. | ARTESIA DISTRICT |
| 104 S. 4 th Street, Artesia, NM 88210 | 575-748-4171 | OCT 0 9 2015 |
| Facility Name | Facility Type | 00 V J 2013 |
| Allison CQ Federal #10 | Battery | |
| Surface Owner Mineral Owner | • | API No. RECEIVED |
| Private Federal | | 30-015-26195 |
| LOCATION OF RELEASE | | |
| | | West Line County |
| H 13 19S 24E 1980' Nort | th 660' East | Eddy |
| Latitude <u>32.66279</u> Longitude <u>-104.53456</u> | | |
| NATURE OF RELEASE | | |
| Type of Release Produced Water | Volume of Release 30 B/PW | Volume Recovered 5 B/PW |
| Source of Release Produced water flow line failure | Date and Hour of Occurrence 09/28/2015; PM | Date and Hour of Discovery 09/28/2015; PM |
| Was Immediate Notice Given? | If YES, To Whom? | |
| ✓ Yes ☐ No ☐ Not Required | | Randy Dade, and Jim Amos |
| By Whom? Robert Asher | Date and Hour 09/29/2015; 10:15 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.* There was a failure of a produced water flow line which caused the release. | | |
| Describe Area Affected and Cleanup Action Taken.* | | |
| An approximate area of 225' X 140' was affected behind the bermed battery running from the north to the south. Vacuum trucks were called to remove | | |
| standing fluid, and impacted soil will be removed and taken to an NMOCD approved facility. 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 (site ranking is 0) 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 | | |
| OCD. Depth to Ground Water: >100' (approximately 240', Section 13, T19S-R24E, 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. | · · · · · · · · · · · · · · · · · · · | |
| 101- | OIL CONSERV | VATION DIVISION |
| Signature: | | |
| | Approved by Environmental Specialis | st: |
| Printed Name: Chase Scttle | | |
| Title: NM Environmental Regulatory Agent | Approval Date: 01315 | Expiration Date: |
| E-mail Address: csettle@yatespetroleum.com Conditions of Approval: | | |
| Date: 10/09/2015 Phone: 575-748-4171 Conditions of Approval: Attached Permediation per O.C.D. Rules & Guidelines Proposition of Approval: Attached Proposition per O.C.D. Rules & Guidelines | | |
| Attach Additional Sheets If Necessary | | |
| Ĺ | ATER THAN: | 2KP-3318 |