NM OIL CONSERVATION

ARTESIA DISTRICT

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

* Attach Additional Sheets If Necessary

State of New Mexico
Energy Minerals and Natural Resources

OCT 2 4 2016

Form C-141 Revised August 8, 2011

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

Release Notification and Corrective Action NAB1030232710 **OPERATOR** Initial Report ▼ Final Report Name of Company Contact Yates Petroleum Corporation Robert Asher Address Telephone No. 104 S. 4th Street 575-748-4217 Facility Name Facility Type Glow Worm ALX Federal Battery #Battery Surface Owner Mineral Owner API No. 30-015-35313 Federal Federal LOCATION OF RELEASE East/West Line Unit Letter Feet from the North/South Line Feet from the Section Township Range County **23S** 31E 330 В North 2160 Eddy East Latitude 32.33971 Longitude 103.78125 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Produced Water 480 B/PW 460 B/PW Source of Release Date and Hour of Occurrence Date and Hour of Discovery Steel water line 10/9/2016; AM 10/9/2016; AM Was Immediate Notice Given? If YES, To Whom? M. Bratcher/NMOCD II By Whom? Date and Hour Robert Asher/Yates Petroleum Corporation 10/10/2016; 7:42 AM Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* A steel flow line failed, causing the release. The well was shut off and vacuum truck(s) and roustabout crew called. Describe Area Affected and Cleanup Action Taken.* An approximate area of 30 X 100'. The release was contained within a bermed and lined battery. The line was repaired and 96% of the released water was recovered, remaining produced water will be allowed to evaporate off. Depth to Ground Water: >100' (approximately 100', Section 4, T23S-R31E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 0. Based on the battery being bermed and lined and 96% of produced water recovered, Yates Petroleum Corporation requests closure. 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 Environmental Spe Printed Name: Robert Asher **Expiration Date:** Title: NM Environmental Regulatory Supervisor Approval Date: E-mail Address: boba@yatespetroleum.com Conditions of Approva Attached -INAL Date: August 24, 2014 2RP-Phone: 575-748-4217