Form C-141

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aziec, NM 87110

State of New Mexico **Energy Minerals and Natural Resources**

> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Revised October 10, 2003 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back

are to be presented to OCD

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 side of form Release Notification and Corrective Action i SEB0819347694 OPERATOR initial Report Final Report n SEB 0819347546 OGRID Number | Contact Name of Company Robert Asher Yates Petroleum Corporation 25575 Telephone No. Address 104 S. 4TH Street 505-748-1471 API Number Facility Type Facility Name 30-015-26973 Battery Flora AKF State #1 Mineral Owner Lease No: Surface Owner VO-2597 State State LOCATION OF RELEASE North/South Line Feet from the East/West Line County Feet from the Unit Letter Section Township Range 2310 West Eddy 31E 660 225 Ν 2 Latitude 32.41495 Longitude 103.74911 NATURE OF RELEASE Volume Recovered Volume of Release Type of Release 0 B/O & 0 B/PW Crude Oil & Produced Water 4 B/O & 15 B/PW Date and Hour of Discovery Date and Hour of Occurrence Source of Release 6/20/2008, AM 6/20/2008, AM Steel Flow Line If YES, To Whom? Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required N/A Date and Hour By Whom? N/A N/A If YES, Volume Impacting the Watercourse. Was a Wutercourse Reached? Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Steel flow line on the west side of the battery developed a leak. Isolated line, shut down well(s), called vacuum truck, backing crew and crew to repaired Describe Area Affected and Cleanup Action Taken.* An approximate area of 35° X 15°. No oil or produced water to recover. Vertical and horizontal delineation will be made and analysis ran for TPH/BTFX and chlorides (for reference purposes). If initial analytical results for TPH & BTEX are over RRAL's a work plan will be submitted. If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. Depth to Ground Water: >100' (approx. 125'), 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 contumination 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 Remediation Actions to be completed and Signature: Final C-141 submitted with confirmation analyses/documentation on or before the Approved by District Supervisor: Expiration Date Printed Name: Robert Asher Expiration Date: 9-15-08 Approval Date: 7-11-08 Title: Environmental Regulatory Agent **DELINEATION REOUIRED** until Conditions contamination reaches background levels E-mail Address: bobu@ypenm.com or a site specific acceptable level. As warranted, a work plan may be required. Date: Friday, June 27, 2008 Phone: 505-748-1471 Within 30 days, on or before 2-15-08, completion of Attach Additional Sheets If Necessary Notify OCD 48 hours prior to a remediation work plan based on delineation should be obtaining samples where analyses SEBOS19347769 finalized and submitted for approval to the Division

summarizing all actions taken and/or to be taken to mitigate

environmental damage.