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													
NSERM	236151	238		Ol	ATOR			🛛 Initia	l Report		Final Report		
NSEB 0836151238 OPEI Name of Company OGRID Number						Contact				<u></u>			
Yates Petroleum Corporation. 25575						Robert Ash							
Address						Telephone No.							
104 S. 4 TH Street						575-748-1471							
Facility Name API Number						Facility Type							
Saguaro Water Transfer 30-015-2					6	Battery							
Surface Owner Mineral Owner						r Lease No.							
Federal	,,,,,		Federal			NM-8			NM-84	4608			
LOCATION OF RELEASE													
Unit Letter	Section	Township							Vest Line County				
F 23		208	24E		1					Eddy			
			1	<u> </u>						1			
15 20 24 Latitude 32,57531 Longitude 104,57860													
NATURE OF RELEASE													
Type of Release						Volume of Release 50 B/PW			Volume Recovered 40 B/PW				
	Produced Water Source of Release						Date and Hour of Occurrence			Hour of Di	SCOVERV	7	
Gun Barrel						12/14/2008		12/14/2008 - PM					
Was Immediate Notice Given?						If YES, To Whom?							
☐ Yes ☐ No ☐ Not Required Mike Bratcher, OCD, District II													
By Whom?						Date and Hour							
Robert Asher, Yates Petroleum Corporation						12/15/2008: PM (Voicemail and e-mail) If YES; Volume Impacting the Watercourse.							
Was a Watercourse Reached? ☐ Yes ☒ No						N/A							
If a Watercourse was Impacted, Describe Fully.*													
N/A Describe Cause of Problem and Remedial Action Taken.*													
High winds broke water leg on gun barrel causing release. Vacuum truck called.													
Describe Area Affected and Cleanup Action Taken.*													
An approximate area of 75' X 50'. Vacuum truck picked up remaining produced water, crew repaired water leg Vertical and horizontal delineation samples will be taken and analysis run for TPH & BTEX. 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 OCD. Depth to Ground													
Water: >100' (approx. 268', per NM Office of the State Engineer), 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 al	l operators	are required to	report ar	d/or file certain re	lease r	iotilications ar	d perform correct	ive acti	ons for rela	ases which	may er	ndanger	
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												
				tance of a C-141 r	ероп с	ioes not reneve	e the operator of r	esponsii	onity for ci	omphance v	zim any	ouner	
(lederal, state, or local laws and/or regulations. Accepted for formatter VATION DIVISION													
Signature: Oak () . Printed Name: Robert Asher						ACCODIOCIO DE Paradiario Assessa I							
						NMOCD			Remediation Actions to be completed and Final G141 submitted with confirmation				
						Approved by District Supervisor:			analyses/documentation on or before the Expiration Date				
							S-1-1- Day 03 01 05 1						
Title: Environmental Regulatory Agent						Approval Date: Exp			xpiration l	pirution Date: 03-01-09			
E-mail Address: boba@ypenm.com Date: Tuesday, December 23, 2008 Phone: 575-748-4217						Conditions of Approval: SEE ATTACHED			Attached B 2RP-284				
													Attach Addit