

District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Avenue, Artesia, NM 88210  
 District III  
 1000 E. Aztec 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

#### OPERATOR

☒ Initial Report    ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 105 South 4th Street, Artesia, NM 88210	Telephone No. 575-748-1471	
Facility Name Martha AIK Federal #1	API Number 30-015-26549	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-65417
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#### LOCATION OF RELEASE

Unit Letter P	Section 11	Township 22S	Range 31E	Feet from the 330	North/South Line South	Feet from the 430	East/West Line East	County Eddy
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Latitude 32.39962 Longitude 103.74093

#### NATURE OF RELEASE

Type of Release Crude Oil & Produced Water	Volume of Release 3 B/O & 2 B/PW	Volume Recovered 0 B/O & 0 B/PW
Source of Release Flow Line	Date and Hour of Occurrence 10/20/2009 AM	Date and Hour of Discovery 10/20/2009 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.* Hole in flow line at knockout unit. Backhoe crew called.		
Describe Area Affected and Cleanup Action Taken.* Area approximately 15' X 15' all contained inside berm, no oil or produced water to pick up; backhoe excavated soils/taken to OCD approved facility. Depth to Ground Water: >100' (approx. 448', NM Office of the State Engineer), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on site ranking, small amounts released and contaminated soils removed, 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.

Signature: <u>Robert Asher</u>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Robert Asher	Approved by District Supervisor: <u>M. H. Brannon</u>	
Title: Environmental Regulatory Agent	Approval Date: <u>4/4/11</u>	Expiration Date:
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Friday, November 06, 2009    Phone: 575-748-4217	REMEDIATION per OCD Rules and Guidelines. <b>SUBMIT REMEDIATION</b> PROPOSAL BY: <u>5/4/11</u>	

\* Attach Additional Sheets If Necessary

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