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

MAY 19 2011

RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 2 Copies to appropriate

NMOCD ARTESPIAN or Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action nMLB 1114038361 **OPERATOR** Final Report ✓ Initial Report OGRID Number Name of Company Contact Yates Petroleum Corporation 25575 Robert Asher Address Telephone No. 104 S. 4<sup>TH</sup> Street 575-748-1471 Facility Name API Number Facility Type Haracz AMO Federal #8-H 30-015-36778 Battery Surface Owner Mineral Owner Lease No. Federal NM-57274 Federal LOCATION OF RELEASE Township Section Range Feet from the North/South Line Feet from the East/West Line Unit Letter County 248 330 South 1980 Fast Eddy O Latitude 32.19632 Longitude 103.74602 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Oil 134 B/O 134 B/O Source of Release Date and Hour of Occurrence Date and Hour of Discovery Production tank 5/5/2011; AM 5/5/2011; AM Was Immediate Notice Given? If YES, To Whom? Yes No Not Required Mike Bratcher/NMOCD II By Whom? Date and Hour Robert Asher/Yates Petroleum Corporation 5/5/2011; PM (email) Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. 🔲 Yes 🛛 No If a Watercourse was Impacted, Describe Fully. N/A Describe Cause of Problem and Remedial Action Taken.\* Oil haulers could not keep up with production at the battery and a tank over filled. The well was shut in, valve replaced and a vacuum truck was called to Describe Area Affected and Cleanup Action Taken.\* An approximate area of 20° X 50° all within lined/bermed battery. Vacuum truck recovered all oil. Tanks and equipment within berm being cleaned. Depth to Ground Water: >100' (approximately 160', Section 2, T24S-R31E per NMOSE' and approximately 350' per ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on all oil recovered and battery lined, 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

Approved by District Stage Byor

Approval Date; 5

2RP-744

Phone: 575-748-4217

Conditions of Approval: A

Attach Additional Sheets If Necessary

Title: Environmental Regulatory Agent

E-mail Address: boba@yatespetroleum.com

Printed Name: Robert Asher

Date: Thursday, May 19, 2011

Signature:

JRP-784

Attached [

Expiration Date: A