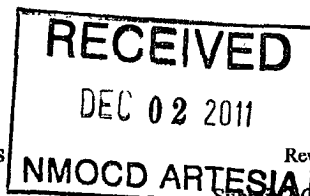


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. 1<sup>st</sup> Street, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NMB/134/39502

#### OPERATOR

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 <sup>TH</sup> Street	API Number 30-015-21643	Telephone No. 575-748-1471
Facility Name Cigarillo SWD #1		Facility Type Salt Water Disposal Facility

Surface Owner State	Mineral Owner State	Lease No. L-4679
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#### LOCATION OF RELEASE

Unit Letter G	Section 36	Township 23S	Range 27E	Feet from the 1980'	North/South Line North	Feet from the 1980'	East/West Line East	County Eddy
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Latitude 32.26322 Longitude 104.14136

#### NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 5 B/PW	Volume Recovered 5 B/PW
Source of Release Lid on top of filter wouldn't secure	Date and Hour of Occurrence 11/23/2011; AM	Date and Hour of Discovery 11/23/2011; AM
Was Immediate Notice Given? <input checked="" 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.* The lid on top of the filter housing wouldn't secure. Roustabout crew was called to fix lid.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 12.5' X 7' (all released water was contained on pad). The housing lid was repaired, all produced water was scraped up immediately by a backhoe that was on location. Depth to Ground Water: 50-99' (approximately 67', Section 35, T23S-R27E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on amount of water released and that is was immediately scraped up by backhoe, 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>Amber Cannon</u>	OIL CONSERVATION DIVISION	
Printed Name: Amber Cannon	Signed By <u>[Signature]</u> Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: <u>DEC 07 2011</u>	Expiration Date: <u>N/A</u>
E-mail Address: <u>acannon@yatespetroleum.com</u>	Conditions of Approval: <u>N/A</u> <u>[Signature]</u>	Attached <input type="checkbox"/>
Date: Friday, December 02, 2011	Phone: 575-748-4111	2RP-971

\* Attach Additional Sheets If Necessary

2RP-971