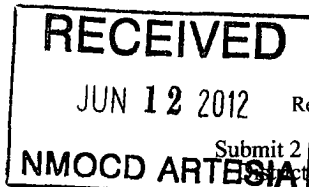


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

NMLB 1211629479

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street	Telephone No. 575-748-1471	
Facility Name Donahue Federal SWD #1	API Number 30-015-00087	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-81893
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LOCATION OF RELEASE

Unit Letter E	Section 10	Township 20S	Range 24E	Feet from the 1980	North/South Line North	Feet from the 660	East/West Line West	County Eddy
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Latitude 32.59024 Longitude 104.58223

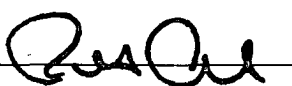
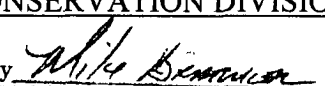
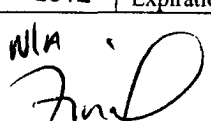
NATURE OF RELEASE

Type of Release Oil & Produced Water	Volume of Release 1 B/O & 70 B/PW	Volume Recovered 1 B/O & 65 B/PW
Source of Release Filter Pot	Date and Hour of Occurrence 4/1/2012 - AM	Date and Hour of Discovery 4/1/2012 - AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD II (E-mail)	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 4/2/2012 (E-mail)	
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.*
Valve was open on filter pot of pump inside pump building. Vacuum truck called all oil and produced water contained on location within berm.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 10' X 100'. Closed valves, vacuumed up remaining oil and produced water. Impacted soils excavated and hauled to an NMOCD approved facility. Initial vertical and horizontal delineation samples with in the impacted area will be taken and analysis ran for TPH & BTEX (chlorides for reference). If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the NMOCD requesting closure. Depth to Ground Water: >100' (268', NMOSE & 225' ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 0. Based on analytical results, rock layer below surface and amounts recovered, 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: 	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Signed By  Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: JUN 12 2012	Expiration Date: N/A
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: N/A	Attached <input type="checkbox"/>
Date: Tuesday, June 12, 2012 Phone: 575-748-1471	2RP-1107 	

* Attach Additional Sheets If Necessary