

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., 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

RECEIVED

MAY 10 2012

NMOCD ARTESIA

Form C-141  
Revised August 8, 2011

Submit Copy to appropriate District Office in  
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NMLB 1215740218

OPERATOR

x Initial Report ☐ Final Report

Name of Company	Agave Energy Company	147831	Contact	Austin Weyant
Address	105 South Fourth Street		Telephone No.	575 748-4555
Facility Name	Cohiba BPY #1	<YATES PET WELL>	Facility Type	well
Surface Owner	NM State	Mineral Owner		API No. 30015339990000

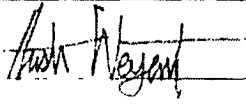
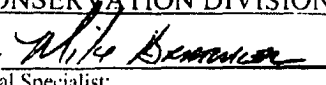
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C NW NW	1	25S	27E					EDDY

Latitude 32.16466 Longitude -104.14999

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	5-20bbl	Volume Recovered	20bbl
Source of Release	Produce Water line 8" poly	Date and Hour of Occurrence	3:00pm 4/26/12	Date and Hour of Discovery	3:00pm 4/26/12
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No x Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes x No	If YES, Volume Impacting the Watercourse.			
If a Watercourse was Impacted, Describe Fully.*					
Describe Cause of Problem and Remedial Action Taken.* Track hoe operator was taking dirt from the side of a trench and hit the 8" poly line with the bucket causing a gash and the subsequent release. The valve was shut at the Cohiba stopping the flow of produced water, a vacuum truck was used to remove the produce water and affected soil.					
Describe Area Affected and Cleanup Action Taken.* A small area inside the 10ft X 4ft trench was affected (see attached photo) by the produce water released. A vacuum truck removed the fluid and soil with in an hour after the incident. The line was then repaired and put back in service					
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: Austin Weyant	Signed By 	
Title: Engineer Tech	Approved by Environmental Specialist	
E-mail Address: aweyant@yatespetroleum.com	Approval Date: JUN 05 2012	Expiration Date:
Date: 5/10/12	Conditions of Approval:	Attached <input type="checkbox"/>
Phone: 575- 748-4555	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN 7/1/2012 2RP-1149	

\* Attach Additional Sheets If Necessary