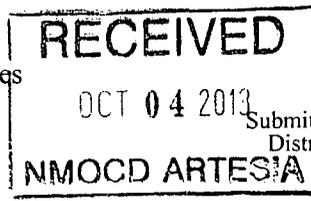


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 District Office in accordance with Rule 116 on back side of form

**Release Notification and Corrective Action**

*NJMW 1328031435* OPERATOR  Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Lupe Carrasco
Address 104 S. 4 <sup>TH</sup> Street		Telephone No. 575-748-1471
Facility Name Steelers BRS State #1H	API Number 30-015-39673	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. VB-1077
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**LOCATION OF RELEASE**

Unit Letter P	Section 24	Township 20S	Range 27E	Feet from the 650	North/South Line South	Feet from the 200	East/West Line East	County Eddy
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Latitude 32.55339 Longitude -104.22626

**NATURE OF RELEASE**

Type of Release Produced Water	Volume of Release 25 B/O; 155 B/PW	Volume Recovered 22 B/O; 128 B/PW
Source of Release Produced Water Tank Valve	Date and Hour of Occurrence 9/22/2013 After 8 pm	Date and Hour of Discovery 9/23/2013 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 (email)	
By Whom? Bob Asher, Yates Petroleum Corporation	Date and Hour 9/23/2013 PM	
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.\*  
Cause of release is suspected from an unauthorized individual(s) opening a valve on the produced water tank. Vacuum trucks were dispatched. Backhoe dispatched to scrape impacted area.

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 40' X 1000'. Impacted soils to be scraped up and taken to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX, Chlorides will be run for documentation. If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL's a work plan will be submitted. **Depth to Ground Water: <100' (approximately 75', Section 24-T20S-R27E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10.**

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.

<b>OIL CONSERVATION DIVISION</b>	
Signature: <i>Lupe Carrasco</i>	Approved by District Supervisor: <i>Mike Bratcher</i>
Printed Name: Lupe Carrasco	Signed By: <i>Mike Bratcher</i>
Title: Environmental Regulatory Agent	Approval Date: <b>OCT 07 2013</b> Expiration Date:
E-mail Address: <a href="mailto:lcarrasco@yatespetroleum.com">lcarrasco@yatespetroleum.com</a>	Conditions of Approval: Remediation per OCD Rule & Guidelines. <b>SUBMIT REMEDIATION PROPOSAL NO LATER THAN:</b> Attached <input type="checkbox"/>
Date: Friday, October 04, 2013 Phone: 575-748-1471	<b>November 7, 2013</b>

\* Attach Additional Sheets If Necessary

**288-1972**