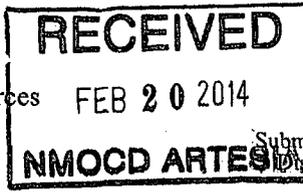


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

HMP 140663 7338

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amber Cannon
Address 105 S. 4 TH Street	Telephone No. 575-748-1471	
Facility Name Dolores AIL Federal #2 (Livingston Ridge)	API Number 30-015-26548	Facility Type Flow line

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-65418
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LOCATION OF RELEASE

Unit Letter I	Section 14	Township 22S	Range 31E	Feet from the 1980'	North/South Line South	Feet from the 430'	East/West Line East	County Eddy
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Latitude 32.3896 Longitude 103.74089

NATURE OF RELEASE

Type of Release Produced Water, Crude Oil	Volume of Release 99 B/PW; 1 B/O	Volume Recovered 75 B/PW; 1 B/O
Source of Release Water transfer line ruptured	Date and Hour of Occurrence 2/4/2014	Date and Hour of Discovery 2/4/2014
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 District II	
By Whom? Robert Asher, Yates Petroleum Corporation	Date and Hour 2/5/2014	
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.*
A poly pipe (water transfer line) ruptured.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 20' X 30'. Spill is approximately 200 yards north of cattle guard where CR29 intersects. The release occurred over the same area as a release from 8/17/2013 (this release was still in the process of being cleaned up). The release made a flow path on the east side of the lease road. The flow line valves were shut off, leak was isolated, and Dolores water pump was shut off. The line was repaired. Flow path on the east side of the lease road will be excavated. All excavated soils will be disposed of at an approved NMOCD facility. Vertical and horizontal delineation samples will be taken and sent to a NMOCD approved facility. **Depth to Ground Water: >100' (approximately 150', Section 11, T22S-R31E, per Trend Map), Wellhead. Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.**

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: <i>Amber Cannon</i>	OIL CONSERVATION DIVISION	
Printed Name: Amber Cannon	Approved by District Supervisor: <i>Heather Cannon</i>	
Title: Environmental Regulatory Agent	Approval Date: <i>3/7/14</i>	Expiration Date:
E-mail Address: <i>acannon@yatespetroleum.com</i>	Conditions of Approval: Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	Attached <input type="checkbox"/>
Date: Thursday, February 20, 2014	Phone: 575-748-4111	

* Attach Additional Sheets If Necessary

4/7/14

2 RP 2188