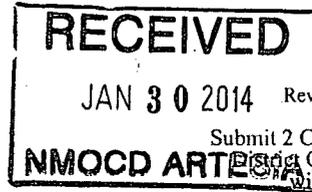


District I
1625 N. French Dr., Hobbs, NM 88240.
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nHMP1406549483

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 Foster AN #3 Battery	API Number 30-015-26914	Facility Type Separator
Surface Owner Fee	Mineral Owner Federal	Lease No.

LOCATION OF RELEASE

Unit Letter A	Section 1	Township 20S	Range 24E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
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Latitude 32.60664 Longitude 104.53432

NATURE OF RELEASE

Type of Release Oil	Volume of Release 25 B/PW <i>oil</i>	Volume Recovered 22 B/PW <i>oil</i>
Source of Release Separator check valve	Date and Hour of Occurrence 1/7/2014 - AM	Date and Hour of Discovery 1/16/2014 - 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	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 1/16/2014, 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.* A check valve on a separator north of the Foster AN Battery failed, releasing and spraying oil on pasture area. Vacuum truck called, crews repaired line.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 75' x 50' (between Foster AN Battery and Dee State Battery). Remaining oil collected by a vacuum truck. Pasture area mowed and MicroBlazed, impacted soils on ROW scraped/hailed to an NMOCD approved facility. Separator has been removed. 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 OCD requesting closure. If the analytical results are above the RRAL, a work plan will be submitted to the OCD. Depth to Ground Water: >100' (approximately 175' per the ChevronTexaco 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.		

OIL CONSERVATION DIVISION

Signature: <i>Robert Asher</i>	Approved by District Supervisor: <i>Handwritten Signature</i>	
Printed Name: Robert Asher	Approval Date: <i>3/6/14</i>	Expiration Date:
Title: NM Environmental Regulatory Supervisor	Conditions of Approval:	
E-mail Address: boba@yatespetroleum.com	Attached <input type="checkbox"/>	
Date: Thursday, January 30, 2014	Phone: 575-748-4217	

Remediation per OCD Rule & Guidelines, & like approval by BLM. **SUBMIT REMEDIATION PROPOSAL NO LATER THAN:**
3/6/14
2 RP 2184

* Attach Additional Sheets If Necessary