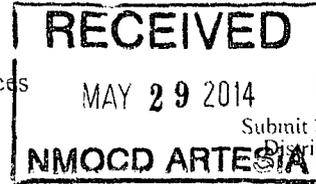


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nHMP 1415729251

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 Padron BGM State Com #1		API Number 30-015-33959	Facility Type Battery
Surface Owner State		Mineral Owner State	Lease No. VO-5740

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	9	25S	27E	660'	North	1650'	West	Eddy

Latitude 32.15002 Longitude 104.19816

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 10 B/PW	Volume Recovered 5 B/PW
Source of Release Main water line	Date and Hour of Occurrence 5/10/2014; PM	Date and Hour of Discovery 5/10/2014; PM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.* The 2 inch poly in the main water line ruptured, causing the release (this release area is approximately 1.4 miles south of the battery within the pipe line ROW). Vacuum truck(s) called; roustabout crew called.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 10' X 50' and 30' X 30' overspray area. A crew was called to repair line, and vacuum trucks were called to recover the remaining produced water. The impacted area is to be scraped and impacted soils taken to an NMOCD approved facility. The impacted area and over sprayed area is to have Micro Blaze sprayed. Vertical and horizontal delineation samples outside of battery will be taken and analysis ran for TPH & BTEX (chlorides 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 a work plan will be submitted to the NMOCD. Depth to Ground Water: <50' (approximately 31', per ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 20.		
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:	Approved by District Supervisor:	
Printed Name: Robert Asher	Approval Date: <u>6/6/14</u>	Expiration Date: <u>NA</u>
Title: NM Environmental Regulatory Supervisor	Conditions of Approval:	
E-mail Address: boba@yatespetroleum.com	Attached <input type="checkbox"/>	
Date: Thursday, May 29, 2014 Phone: 575-748-4217	Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:

7/6/14

2RP-2325