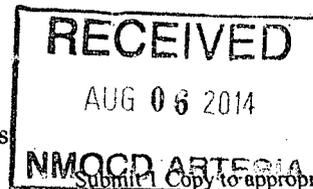


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505



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**

*NAB142232 7702*

**OPERATOR**

Initial Report  Final Report

Name of Company Yates Petroleum Corporation	<i>25575</i>	Contact Robert Asher
Address 104 S. 4 <sup>th</sup> Street		Telephone No. 575-748-4217
Facility Name Kent BSK #1H		Facility Type Battery

Surface Owner Fee:	Mineral Owner Fee:	API No. 30-015-40161
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**LOCATION OF RELEASE**

Unit Letter P	Section 20	Township 18S	Range 26E	Feet from the 400	North/South Line South	Feet from the 330	East/West Line East	County Eddy
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Latitude 32.72711 Longitude 104.39612

**NATURE OF RELEASE**

Type of Release Produced Water	Volume of Release 15 B/PW	Volume Recovered 13 B/PW
Source of Release Water tank	Date and Hour of Occurrence 7/21/2014; AM	Date and Hour of Discovery 7/21/2014; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input 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.	

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\*  
A water pump malfunction caused the tank to overflow. Vacuum trucks called.

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 20' X 50' was affected within the lined/bermed battery. Vacuum truck was called to recover produced water. The remaining produced water (2 bbl) was entrenched in the sand and gravel within the lined berm and left to evaporate. **Depth to Ground Water: 50-90'** (approximately 90', Section 20, T18S-R26E, per Trend Map), **Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 10. Based on battery being lined/bermed and all produced water recovered, Yates Petroleum Corporation requests closure.**

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:	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Robert Asher	Approved by Environmental Specialist:	
Title: NM Environmental Regulatory Supervisor	Approval Date: <u>8/12/14</u>	Expiration Date: <u>N/A</u>
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: <u>N/A</u>	Attached <input type="checkbox"/>
Date: July 28, 2014 Phone: 575-748-4217	2RP-	

\* Attach Additional Sheets If Necessary

*2RP-2423*