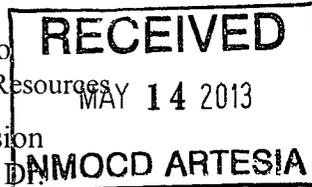


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

#### 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 Torpedo "BOW" State Com #1H	API Number 30-015-37495	Facility Type Pumping Unit
Surface Owner State	Mineral Owner State	Lease No. V/O - 7347

#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	11	25S	27E	660	South	330	West	Eddy

Latitude 32.13903 Longitude 104.16817

#### NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 17 B/O	Volume Recovered 15 B/O
Source of Release Loose Hammer Union	Date and Hour of Occurrence 2/27/2013	Date and Hour of Discovery 2/27/2013; 7:30 am
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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.* Hammer union on discharge of flow line near wellhead was not tight. Fluid and gas observed leaking out of union. Tightened hammer union stopped leak. Most of the fluid was contained within the cellar. Overspray across south side of location and pasture. Vacuum truck dispatched to recover standing fluid. Location scraped and hauled to an NMOCD approved disposal. Pasture and location treated with Microblaze.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 25' X 175'. Impacted soils were scraped 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. <b>Depth to Ground Water: &lt;100' (approximately 50', Section 11-T25S-R27E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: &gt;1000', SITE RANKING IS 20.</b>		

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: Lupe Carrasco	Signed By	
Title: Environmental Regulatory Agent	Approved by District Supervisor:	
E-mail Address: <a href="mailto:lcarrasco@yatespetroleum.com">lcarrasco@yatespetroleum.com</a>	MAY 16 2013	Expiration Date: N/A
Date: Tuesday, May 14, 2013 Phone: 575-748-1471	Approval Date:	Conditions of Approval:
	2RP-1573	Attached <input type="checkbox"/>

\* Attach Additional Sheets If Necessary