NM OIL CONSERVATION

ARTESIA DISTRICT

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

State of New Mexico **Energy Minerals and Natural Resources**

> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit 2 Copies to appropriate

RECEIVET District Office in accordance
with Rule 116 on back

DEC 3.0 2016 Revised October 10, 2003

side of form

Form C-141

1220 S. St. Francis Dr., Santa Fe, NM 87505 **Release Notification and Corrective Action** ABIZM653091 **OPERATOR** Initial Report Final Report OGRID Number Contact Name of Company Yates Petroleum Corporation 25575 Robert Asher Address Telephone No. 105 S. 4TH Street 575-748-1471 Facility Name API Number Facility Type Jester BFJ Federal #1 30-015-34275 Battery Surface Owner Mineral Owner Lease No. Federal Federal NM-105213 LOCATION OF RELEASE Feet from the North/South Line East/West Line Unit Letter Section Township Range Feet from the County 12 **24S** 29E 630 South West Eddy Latitude 32,22643 Longitude 103.93865 NATURE OF RELEASE Type of Release Volume Recovered Volume of Release Oil & Produced Water 1 B/O & 4 B/PW 0.75 B/O & 3 B/PW Source of Release Date and Hour of Occurrence Date and Hour of Discovery 5/31/2013; AM Water discharge line 5/31/2013; AM Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required N/A By Whom? Date and Hour N/A N/A Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* Water discharge line over pressured by pump, blew hole in 3" poly line. Vacuum truck called, Describe Area Affected and Cleanup Action Taken.* An approximate area of 6' X 6' (inside bermed and lined battery), 150' x 250' overspray (outside battery, south side of production pad area), with a 2' x 30 flow path back to production pad (pooled on pad, 20' x 20'). Production pad and flow path to be scraped, impacted soils to be disposed at an NMOCD approved facility. Off location area vegetation to be mowed and an 8% solution of MicroBlaze to be applied. Depth to Ground Water: 50-99' (70'. ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body; > 1000', SITE RANKING IS 10. Based on recovery of oil and produced water, impacted soils to be scraped/hauled and impacted vegetation MicroBlazed, 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. OIL CONSERVATION DIVISION Signature: Approved by Districe Saber But. Printed Name: Robert Asher Approval Date: Expiration Date: Title: NM Environmental Regulatory Supervisor Conditions of Approval: E-mail Address: boba@yatespetroleum.com Attached

* Attach Additional Sheets If Necessary

Phone: 575-748-4021

Date: Tuesday, June 18, 2013