

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 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	Contact Robert Asher
Address 104 S. 4 th Street	Telephone No. 575-748-1471
Facility Name Lotus SWD #1	Facility Type Battery

Surface Owner State	Mineral Owner State	API No. 30-025-36004
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LOCATION OF RELEASE

Unit Letter A	Section 32	Township 22S	Range 32E	Feet from the 660	North/South Line North	Feet from the 660	East/West Line East	County Lea
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Latitude 32.35325 Longitude 103.68989

NATURE OF RELEASE

Type of Release Crude Oil & Produced Water	Volume of Release 100 B/O & 1,368 B/PW	Volume Recovered 85 B/O & 1,300 B/PW
Source of Release Produced water tank	Date and Hour of Occurrence 5/30/2015; AM	Date and Hour of Discovery 5/30/2015; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Kellie Jones, Ion Dolly, Mathew Hagman, Mark Najanjo, & Dana Strang	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 5/30/2015; AM (Email)	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

RECEIVED

By OCD District 1 at 7:12 am, Jun 19, 2015

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

The battery was struck by lightning, berm on the lined battery failed causing the release off of the location. The fire department was called, vacuum truck(s) were called, and the wells were shut in.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 40' X 160' (battery), 200' X 200' (west of battery, off location). Approximately 85% of the oil and 95% of the produced water was recovered by vacuum trucks. Excavated soils will be hauled to a NMOCD approved facility. Vertical/horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results are under RRAL's (site ranking is 0) a Final 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 to the OCD. DTGW: >100' (approximately 325' per 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: 	Approved by Environmental Specialist: 	
Printed Name: Robert Asher	Approval Date: 06/19/2015	Expiration Date: 09/19/2015
Title: NM Environmental Regulatory Supervisor	Conditions of Approval: Site samples required. Delineate and remediate as per MNOCD guides. Geotag photographs of remediation required.	
E-mail Address: boba@yatespetroleum.com	Attached <input type="checkbox"/> 25575	
Date: June 16, 2015 Phone: 575-748-4217	1RP- 3677	

* Attach Additional Sheets If Necessary

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