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

Attached

Release Notification and Corrective Action OPERATOR ☐ Initial Report Final Repo OGRID Number Name of Company Contact Yates Petroleum Corporation 25575 Robert Asher Address Telephone No. 104 S. 4TH Street 505-748-1471 Facility Type Facility Name API Number Eddie NE #1 30-015-23163 Battery Surface Owner Mineral Owner Lease No Fee Fee 63) LOCATION OF RELEASE East/West Line Feet from the North/South Line Feet from the Township County* Unit Letter Section Range 990 North 2310 West Eddy 18S 26E C 33 Latitude 32.70881 Longitude 104.38746 NATURE OF RELEASE Volume of Release Volume Recovered Type of Release Unknown Crude Oil Unknown Source of Release Date and Hour of Occurrence Date and Hour of Discovery Well Head Unknown Unknown If YES, To Whom? Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required N/A By Whom? Date and Hour N/A Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No N/A If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Leak at the well head. Oil is pooled and has run out onto location. Describe Area Affected and Cleanup Action Taken.* An approximate area of '18' X 18'. Contaminated area have been excavated and soils taken to an OCD approved landfarm. Depth to Ground Water: 50-99', Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Yates is requesting final 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** TIM GUM Signature: Approved by District Supervisor: by MB Printed Name: Robert Asher Expiration Date: N/A Title: Environmental Regulatory Agent Approval Date: 10/11

Conditions of Approval: N/4

Phone: 505-748-1471

E-mail Address: boba@ypcnm.com

Date: Wednesday, August 16, 2006

* Attach Additional Sheets If Necessary