

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

RECEIVED

MAR 26 2012

NMOC D ARTESIA

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

nMLB1209754628

OPERATOR
☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street	Telephone No. 575-748-1471	
Facility Name Grateful BOD Federal Com. #1-H	API Number 30-015-38990	Facility Type Battery


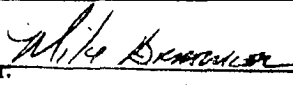

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-0437523
--------------------------	--------------------------	-------------------------

LOCATION OF RELEASE

Unit Letter A	Section 13	Township 18S	Range 29E	Feet from the 786	North/South Line North	Feet from the 545	East/West Line East	County Eddy
------------------	---------------	-----------------	--------------	----------------------	---------------------------	----------------------	------------------------	----------------

Latitude 32.37993 Longitude 104.43952

NATURE OF RELEASE

Type of Release Oil	Volume of Release 122 B/O	Volume Recovered 120 B/O
Source of Release Production Tanks	Date and Hour of Occurrence 3/24/2012 - AM	Date and Hour of Discovery 3/24/2012 - AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOC D I	
By Whom? Amanda Trujillo/Yates Petroleum Corporation	Date and Hour 3/24/2012 - AM	
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.* Equalizer valve closed and no other valves opened, forced oil in tank out thief hatch. Vacuum truck and cleanup crew called.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 100' x 40', (inside bermed and lined battery). 98% of released oil recovered (2 B/O within impacted gravel), tanks being cleaned and impacted gravel being removed (hauled to an NMOC D approved facility), to be replaced with new gravel. Depth to Ground Water: >100' (approximately 170', per ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on 98% of oil being recovered, impacted gravel removed/disposed and battery is bermed/lined, 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 NMOC D 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 NMOC D 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, NMOC D 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: 		OIL CONSERVATION DIVISION
Printed Name: Robert Asher		Signed By:  Approved by District Supervisor.
Title: Senior Environmental Regulatory Agent	Approval Date: APR 06 2012	Expiration Date: N/A
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: N/A - 	Attached <input type="checkbox"/>
Date: Monday, March 26, 2012	Phone: 575-748-4217	2RP-1087

* Attach Additional Sheets If Necessary

2KP-1087