

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

n MLB-0622838020

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. 505-748-1471	
Facility Name JACKSON ESTATE BY #4	API Number 30-015-20482	Facility Type WELL
Surface Owner FEE	Mineral Owner FEE	Lease No. FEE

LOCATION OF RELEASE

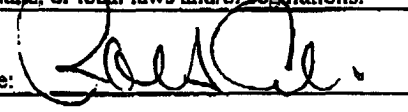


Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	22	17S	25E	2310	NORTH	990	WEST	EDDY

Latitude 32.82177 Longitude 104.47797

NATURE OF RELEASE

Type of Release CRUDE OIL & PRODUCED WATER	Volume of Release UNKNOWN B/O & B/W	Volume Recovered 0 B/O & 0 B/W
Source of Release FLOW LINE RUPTURE	Date and Hour of Occurrence 4/15/2006 PM	Date and Hour of Discovery 4/15/2006 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.* FLOWLINE RUPTURED LEAKING AN UNKNOWN AMOUNT OF OIL AND WATER ONTO THE GROUND. VALVE AT WELL AND FLOWLINE JUNCTION CLOSED. IMPACTED SOIL TO BE EXCAVATED, PLACED ON PLASTIC AND BERMED.		
Describe Area Affected and Cleanup Action Taken.* AN APPROXIMATE AREA OF 20' X 20', 150' SOUTH OF THE WELL HEAD. NO STANDING FLUID TO RECOVER. AREA TO BE EVALUATED AND WORK PLAN SUBMITTED BASED ON SITE RANKING OF 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.

Signature: 	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor: TIM GU by ME 	
Title: Environmental Regulatory Agent	Approval Date: <u>3/16/06</u>	Expiration Date:
E-mail Address: boba@ypcnm.com	Conditions of Approval:	Attached 
Date: Wednesday, April 19, 2006	Phone: 505-748-1471	

* Attach Additional Sheets If Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Yates Petroleum Corporation
105 S. 4th St.
Artesia, NM 88210
ATTN: Environmental Department (Robert Asher)

August 16, 2006

Reference: Jackson Estate BY 004 E-22-17s-25e API: 30-015-20482

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Initial Report C-141 reporting a release of produced fluids that occurred at the above referenced well site on 4/15/2006. The C-141 indicates impacted soils will be excavated, placed on plastic and bermed. Area was to be evaluated and a work plan proposal submitted to OCD. A review of the file on this release has shown no work plan proposal has been received by OCD. Please provide an update on the status of this release, along with any work that has been performed to date. Information and/or work plan proposal is to be submitted to OCD no later than August 30, 2006.

If I can be of assistance, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Bratcher".

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 8810
(505) 748-1283 Ext. 108
(505) 626-0857
mike.bratcher@state.nm.us