

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
SEP 07 2010
NMOCD 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

nmlc 10.308.50419

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 Junior AWW State #4H	API Number 30-015-36421	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. V-5604
------------------------	------------------------	---------------------

LOCATION OF RELEASE

Unit Letter L	Section 17	Township 18S	Range 28E	Feet from the 2130	North/South Line South	Feet from the 150	East/West Line East	County Eddy
------------------	---------------	-----------------	--------------	-----------------------	---------------------------	----------------------	------------------------	----------------

Latitude 32.92112 Longitude 104.18951

NATURE OF RELEASE

Type of Release Oil & Produced Water	Volume of Release 15 B/O & 5 B/PW	Volume Recovered 11 B/O & 5 B/PW
Source of Release Heater Treater	Date and Hour of Occurrence 8/16/2010, AM	Date and Hour of Discovery 8/16/2010, 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/NMOCD Artesia	
By Whom? Robert Asher/YPC Environmental	Date and Hour 8/17/2010, PM (voicemail & e-mail)	
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.*
Hole in bottom of production tank.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 75' X 40', area is bermed and lined with a 20 mil liner. Vacuum truck recovered 75 % of released oil and all produced water, remaining oil within gravel. The fire tube in heater pulled and repairs being made. Impacted gravel to be scraped up and hauled to an NMOCD approved facility. The liner will be inspected; if the liner is intact a C-141 Final Report will be submitted to request closure and request permission to lay down new gravel. Liner has been inspected (9/7/2010), and is intact. **Depth to Ground Water: 50-99' (approx. 70', Section 27, T16S-R27E, per New Mexico Office of the State Engineer), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on are being bermed/lined and liner is intact, 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.

Signature:	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by <i>Signed By Mike Bratcher</i>	
Title: Environmental Regulatory Agent	Approval Date: NOV 04 2010	Expiration Date: <i>N/A</i>
E-mail Address: boba@yatespetrpoleun.com	Conditions of Approval: <i>N/A</i>	Attached <input type="checkbox"/>
Date: Tuesday, September 07, 2010	Phone: 575-748-4217	2RP-460 <i>Final</i>

* Attach Additional Sheets If Necessary

2RP-460