

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**

**OPERATOR**

Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 <sup>TH</sup> Street	Telephone No. 505-748-1471	
Facility Name April APZ, State #1	API Number 30-025-33354	Facility Type Flow Line
Surface Owner State	Mineral Owner State	Lease No. V-3652

12345  
OCT 17 2006  
Received  
Hobbs  
OCD  
15057484585

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Fcct from the	North/South Line	Feet from the	East/West Line	County
A	12	23S	32E	330	North	330	East	Lea

WTR  
350

Latitude 32.32549 Longitude 103.62033

**NATURE OF RELEASE**

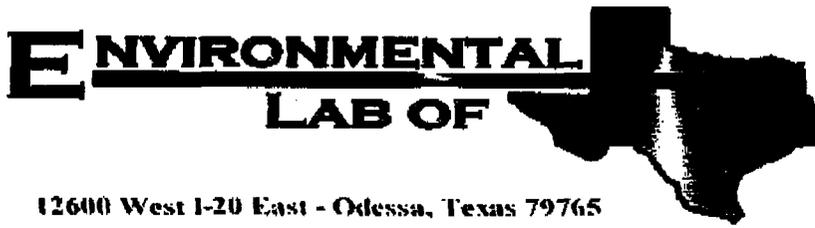
IRP-1011

Type of Release Crude Oil & Produced Water	Volume of Release 3 B/O & 160 B/PW	Volume Recovered 0 B/O & 120 B/F W
Source of Release Transfer Pump	Date and Hour of Occurrence 8/4/2006 - AM	Date and Hour of Discovery 8/4/2006 - AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Caperton, OCD District I	
By Whom? Mike Stubblefield, Yates Petroleum Corporation	Date and Hour 8/4/2006, 3:20 PM by 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.* Nipple on discharge side of pump rusted, causing a hole. Shut in valve on flow line and made repairs.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 15' X 250'. Soils to be excavated. Area to be evaluated. Depth to Ground Water: >100'; Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0.		

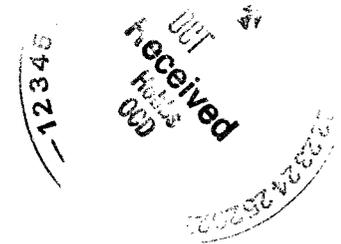
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger 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.

Signature:	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: 10-18-06	Expiration Date: —
E-mail Address: boba@ypcnm.com	Conditions of Approval: —	Attached <input type="checkbox"/>
Date: Tuesday, October 17, 2006	Phone: 505-748-1471	

\* Attach Additional Sheets If Necessary



12600 West I-20 East - Odessa, Texas 79765



## Analytical Report

**Prepared for:**

Robert Asher

Yates Petroleum Corp.

105 S. Fourth St.

Artesia, NM 88210

Project: April APZ State #1

Project Number: 30-025-33354

Location: Lea County, NM

Lab Order Number: 6J05017

Report Date: 10/14/06

Yates Petroleum Corp. 105 S. Fourth St. Artesia NM, 88210	Project: April APZ State #1 Project Number: 30-02S-33354 Project Manager: Robert Asher	Fax: (505) 748-4662
---	--	---------------------

**ANALYTICAL REPORT FOR SAMPLES**

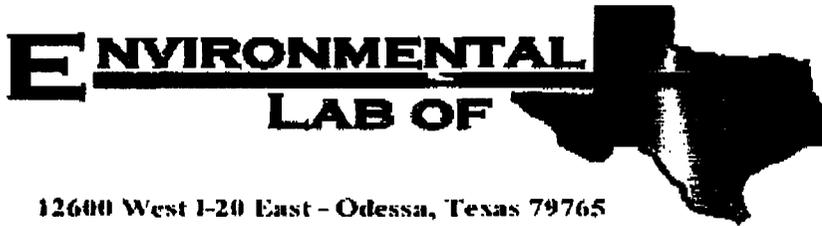
Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
GS/ 1.0-001	6J05017-01	Soil	10/04/06 11:00	11-4-5-2006 17:10

Yates Petroleum Corp. 105 S. Fourth St. Artesia NM, 88210	Project: April APZ State #1 Project Number: 30-025-33354 Project Manager: Robert Asher	Fax: (505) 748-4662
---	--	---------------------

**Organics by GC**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
<b>GS/ 1.0-001 (6105017-01) Soil</b>									
Benzene	ND	0.0250	mg/kg dry	25	EJ61207	10/12/06	10/12/06	EPA 1021B	
Toluene	ND	0.0250	"	"	"	"	"	"	
Ethylbenzene	ND	0.0250	"	"	"	"	"	"	
Xylene (p/m)	ND	0.0250	"	"	"	"	"	"	
Xylene (o)	ND	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		86.2 %		80-120	"	"	"	"	
Surrogate: 4-Bromofluorobenzene		96.8 %		80-120	"	"	"	"	
Carbon Range C6-C10	ND	10.0	mg/kg dry	1	ET60613	10/06/06	10/07/06	EPA 8015B	
Carbon Range >C10-C28	ND	10.0	"	"	"	"	"	"	
Total Carbon Range C6-C28	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		103 %		70-130	"	"	"	"	
Surrogate: 1-Chloroundecane		98.0 %		70-130	"	"	"	"	





## Analytical Report

**Prepared for:**

Robert Asher

Yates Petroleum Corp.

105 S. Fourth St.

Artesia, NM 88210



Project: April APZ State #1

Project Number: 30-025-33354

Location: Lea County, NM

Lab Order Number: 6J05017

Report Date: 10/14/06

Yates Petroleum Corp. 105 S. Fourth St. Artesia NM, 88210	Project: April APZ State #1 Project Number: 30-025-33354 Project Manager: Robert Asher	Fax: (505) 748-4662
---	--	---------------------

**ANALYTICAL REPORT FOR SAMPLES**

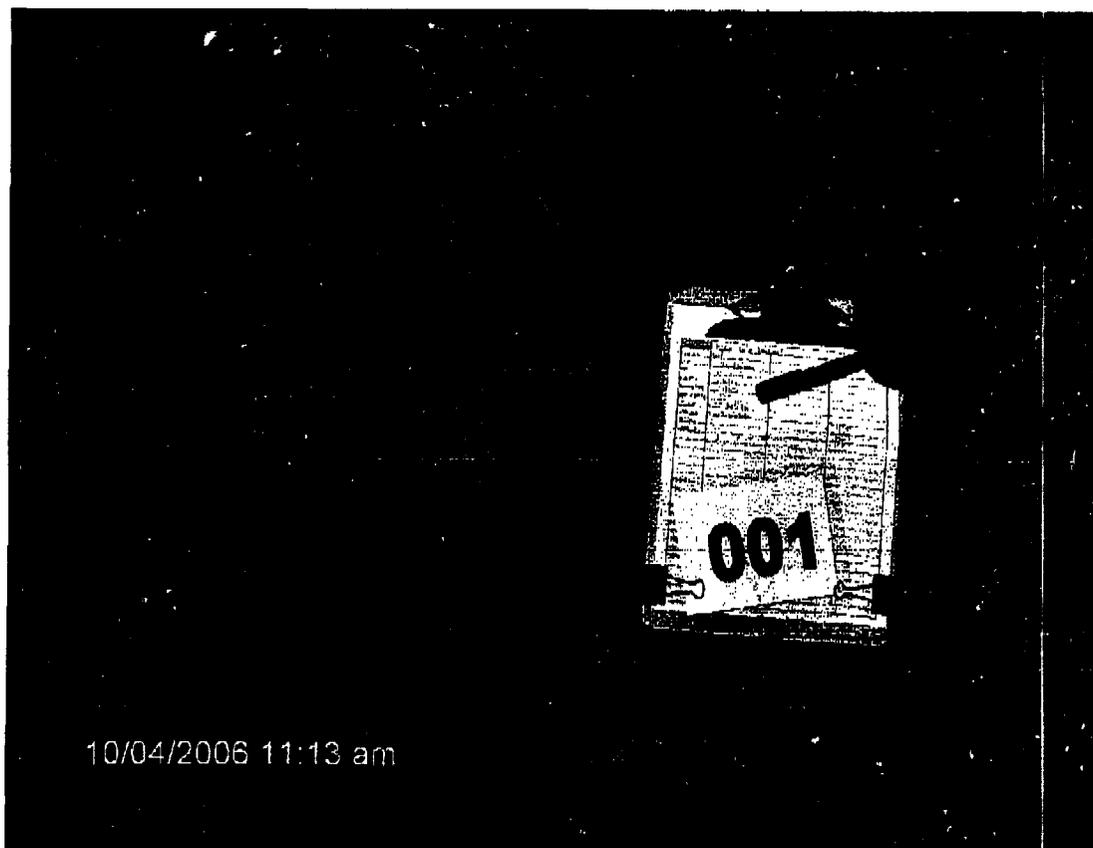
Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
GS/ 1.0-001	6105017-01	Soil	10/04/06 11:00	10-05-2006 17:10

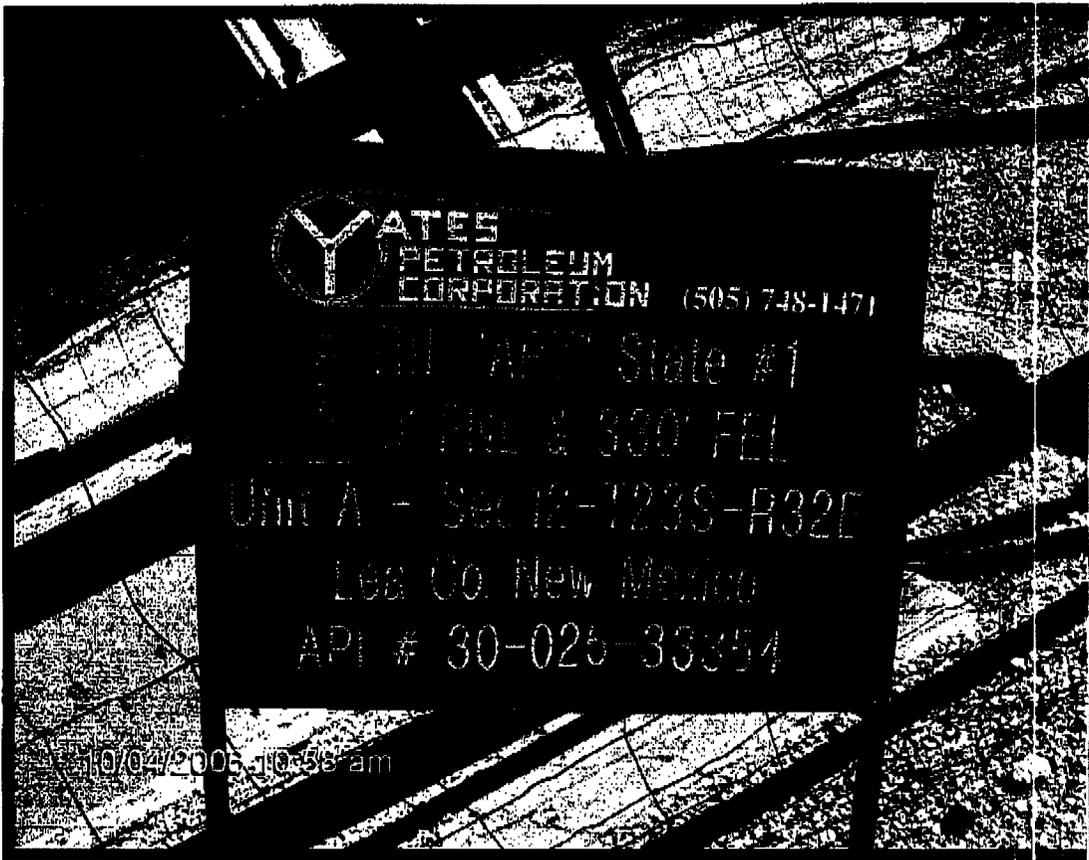
Yates Petroleum Corp. 105 S. Fourth St. Artesia NM, 88210	Project: April APZ State #1 Project Number: 30-025-33354 Project Manager: Robert Asher	Fax: (505) 748-4662
---	--	---------------------

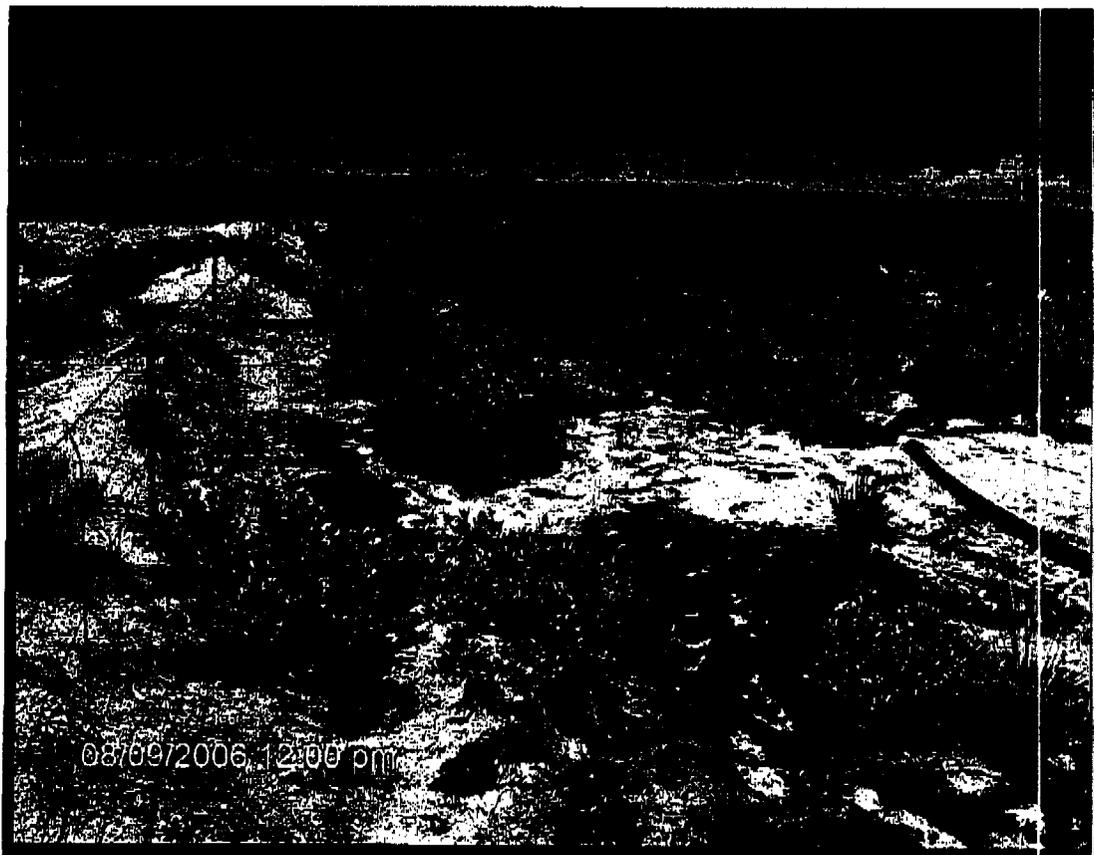
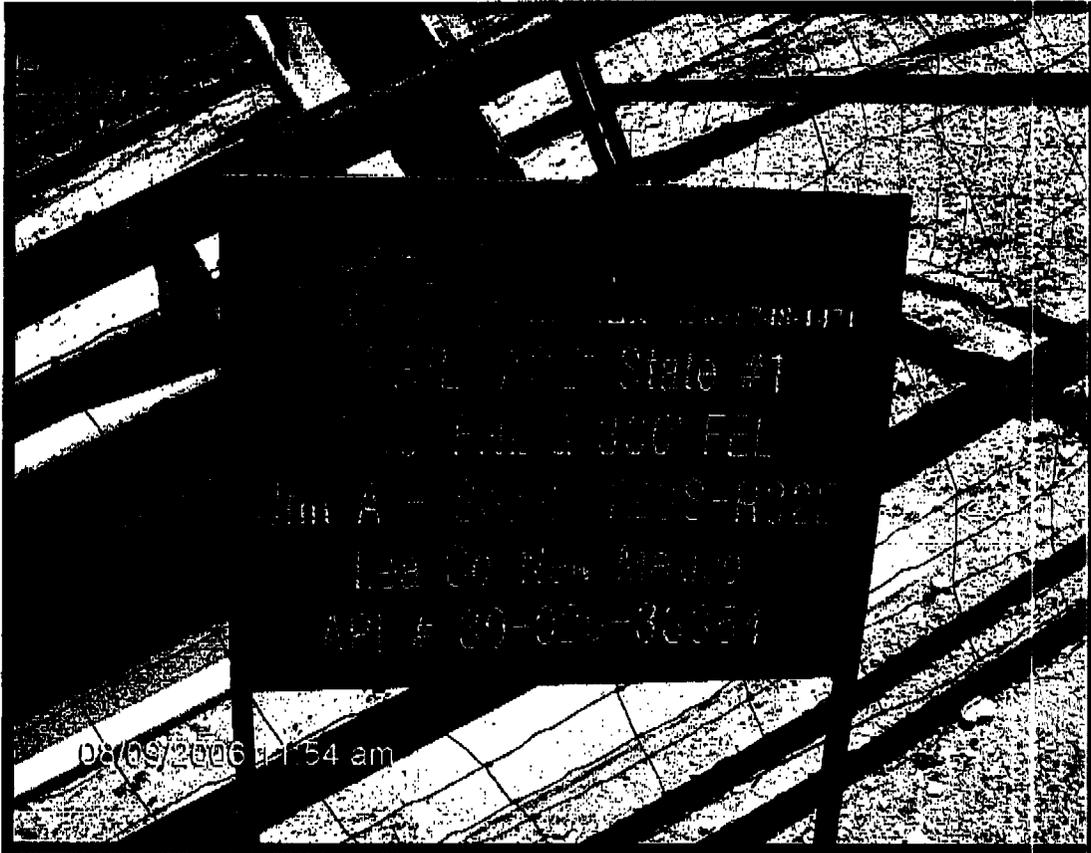
**General Chemistry Parameters by EPA / Standard Methods  
Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
<b>GS/ 1.0-001 (6J05017-01) Soil</b>									
Chloride	J [1.96]	5.00	mg/kg	10	EJ60604	10/06/06	10/06/06	EPA 300.0	J

received  
 1237

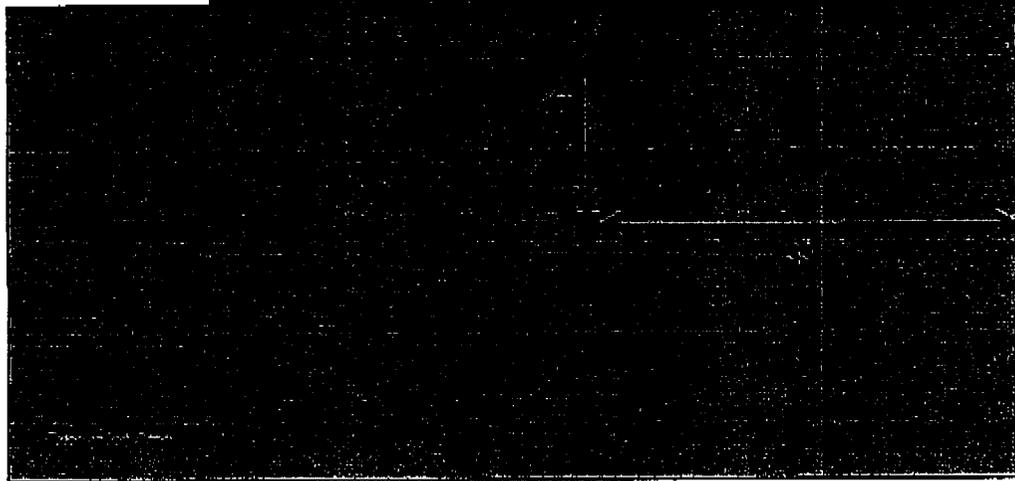
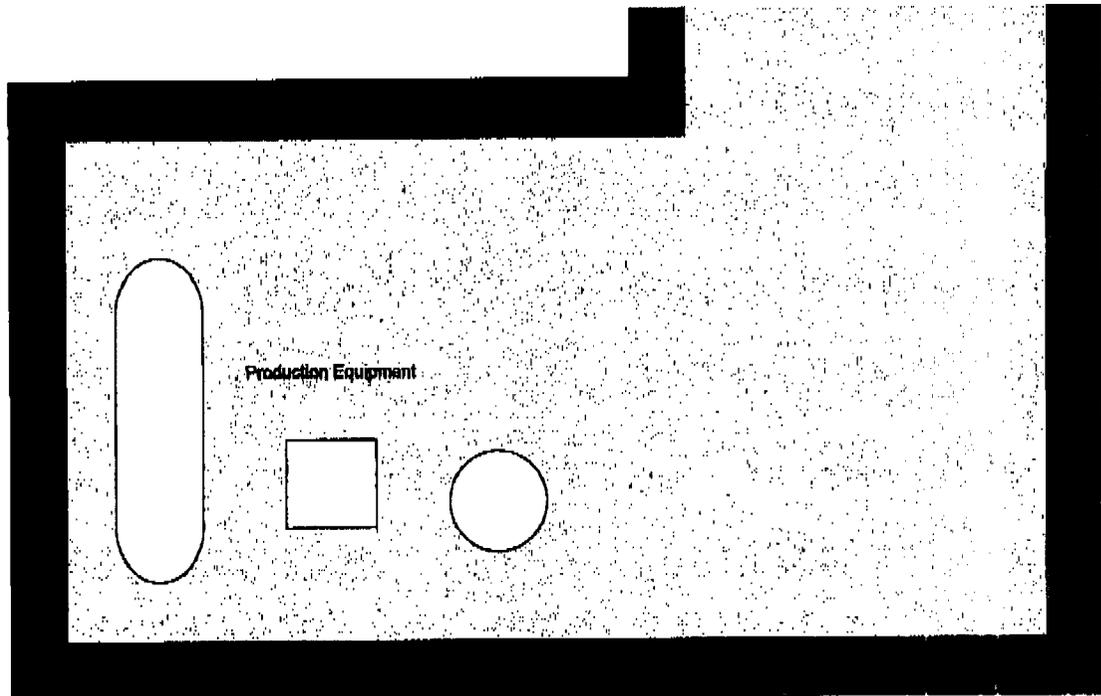








● - Sample GS/1.0-001  
October 4, 2006  
(N 32.32546, W 103.62096)



April APZ State #1

Section 12, T23S-R32E

Lea County, NM

October 4, 2006

**EXHIBIT 1**  
Sample Diagram  
(Not to Scale)

Prepared by Robert Asher  
Environmental Regulatory Agent  
October 17, 2006

MARTIN YATES, III  
1917-1985

FRANK W. YATES  
1936-1986



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118  
TELEPHONE (505) 748-1471

B.F. YATES  
CHAIRMAN EMERITUS  
JOHN A. YATES  
CHAIRMAN OF THE BOARD  
PEYTON YATES  
PRESIDENT  
FRANK YATES, JR.  
EXECUTIVE VICE PRESIDENT  
JOHN A. YATES, JR.  
SENIOR VICE PRESIDENT

October 17, 2006

Ms. Patricia Caperton  
NMOCD District I  
1625 French Drive  
Hobbs, NM 88240

RE: April APZ State #1  
30-025-33354  
Section 12, T23S-R32E  
Lea County, New Mexico

Dear Ms. Caperton,

Enclosed please find a Form C-141, Final Report for the above captioned site regarding the release on August 4, 2006. Contaminated soils were excavated and taken to an OCD approved facility. A sampling event was requested and samples were taken on August 4, 2006. Samples were sent to an OCD approved laboratory for analysis. Based on the analytical reports (chlorides for reference only), no further remediation will be conducted at this site and Yates Petroleum Corporation requests closure.

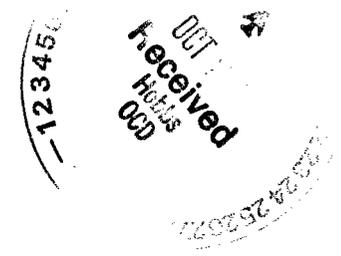
If you have any questions, please call me at 505-748-4217.

Thank you.

YATES PETROLEUM CORPORATION

Robert Asher  
Environmental Regulatory Agent

/rca  
Enclosure(s)



RP#1011