

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

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

i SEB 0822436 552
n SEB 0822436 412

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 Medano VA State #1	API Number 30-015-20423	Facility Type Battery
Surface Owner State	Mineral Owner State	Lease No. V(0)-0120

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	16	23S	31E	1980	South	1980	West	Eddy

Latitude 32.30252 Longitude 103.78442

NATURE OF RELEASE

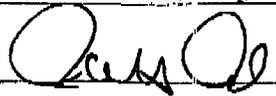
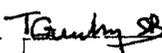
Type of Release Crude Oil & Produced Water	Volume of Release 5 B/O & 5 B/PW	Volume Recovered 2 B/O & 5 B/PW
Source of Release Knock Out	Date and Hour of Occurrence 6/24/2008, AM	Date and Hour of Discovery 6/24/2008 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <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.*
Site glass on knock out broke, causing oil and water to drain out some vegetation sprayed. Isolated water side of knock out, called vacuum truck, backhoe crew and replaced knock out.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 20' X 20'. Vacuum truck picked up remaining crude oil and produced water. All contaminated soils excavated and hauled to an OCD approved facility. Microblaze applied to vegetation. Depth to Ground Water: >100' (approx. 125'), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on amounts released/recovered, soils removed, Microblaze applied and repairs made. 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 NMOCID 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 NMOCID 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, NMOCID 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: 	
Title: Environmental Regulatory Agent	Approval Date: 8-4-08	Expiration Date: N/A
E-mail Address: hoba@ypenm.com	Conditions of Approval N/A	Attached <input type="checkbox"/> N/A
Date: Thursday, July 03, 2008	Phone: 505-748-1471	

* Attach Additional Sheets If Necessary

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