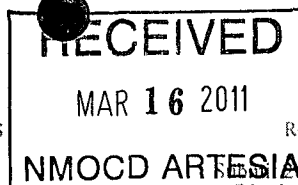


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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

nkmlw 1110228909

Release Notification and Corrective Action OPERATOR			<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amanda Trujillo		
Address 104 S. 4 TH Street		Telephone No. 575-748-1471		
Facility Name OhKay SWD #3	API Number <i>30-015-35164</i> 30-015-03509	Facility Type SWD	Order Number 2RP- <i>737</i>	
Surface Owner State	Mineral Owner State	Lease No.		

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	6	25S	30E	990	SOUTH	2310	East	EDDY

Latitude N33.13240 Longitude W104.13323

NATURE OF RELEASE

Type of Release WATER <i>Produced Water</i>	Volume of Release 60	Volume Recovered 10
Source of Release Tanks ran over while battery was down due to failure to shut in a necessary line	Date and Hour of Occurrence 2/17/2011	Date and Hour of Discovery 2/17/2011 - PM
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? Amanda Trujillo - Yates Petroleum Corporation	Date and Hour 02/23/2011 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.* Tanks ran over while battery was down due to failure to shut in a necessary line. Water flowed into berm. Broken drain line caused fluid to escape berm. Valves were shut off and a clean up crew was dispatched to make necessary repairs and remedial steps.		
Describe Area Affected and Cleanup Action Taken.* An approximate size of 60' x 6' was impacted. The impacted area is located on the north end of the battery. Soil from the pooling areas was excavated and disposed of at an NMOCD approved facility. Vertical and horizontal delineation samples will taken and analysis ran for TPH and BTEX once all contaminated material has been removed. Depth to Ground Water: >100' (approx. 250', per New Mexico ChevronTexaco Trend Map); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0. <i>Based on site ground water quality and enclosed analytical results.</i>		
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: <i>A Trujillo</i>	OIL CONSERVATION DIVISION	
Printed Name: Amanda Trujillo	Approved by District Supervisor: <i>Mike Bratcher</i>	
Title: Environmental Scientist	Approval Date: <i>4/11/2011</i>	Expiration Date:
E-mail Address: atrujillo@yatespetroleum.com	Conditions of Approval:	
Date: Tuesday, March 15, 2011 Phone: 575-748-4310	Attached <input type="checkbox"/>	

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**

5/11/2011

* Attach Additional Sheets If Necessary

☒ No analytical or water quality
data was included with this
submittal

Bratcher, Mike, EMNRD

From: Amanda Trujillo [atrujillo@yatespetroleum.com]
Sent: Wednesday, February 23, 2011 5:30 PM
To: Bratcher, Mike, EMNRD
Cc: Jerry Fanning
Subject: OhKay SWD #3

Mr. Bratcher:

Yates Petroleum reports a release at the following location:

Ohkay SWD #3

Section 6, Township 25 South, Range 30 East

Eddy County

Date of Release: 02-17-2011

Approximately 60 barrels of water were released 10 barrels recovered

Cause of release has been isolated and repairs were completed

Vacuum truck on site recovered standing fluids

Site will be evaluated and a work plan for remediation will be submitted for consideration.

Please excuse the tardiness with this report there was a mix up with field personnel and the copy of the report. If you should have any questions please feel free to contact me at the number below.

Amanda N. Trujillo

Environmental Scientist

Yates Petroleum Corporation

Office 575-748-4310

Cell 575-703-6537

Email atrujillo@yatespetroleum.com