

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

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

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

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. 575-748-1471
Facility Name Mescalero ARL State #1	API Number 30-025-33969	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. VA-0621
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LOCATION OF RELEASE

Unit Letter P	Section 2	Township 10S	Range 32E	Feet from the 330	North/South Line South	Feet from the 330	East/West Line East	County Lea
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Latitude 33.46878 Longitude 103.63456


NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 15 B/O	Volume Recovered 15 B/O
Source of Release Water Leg	Date and Hour of Occurrence 12/12/2010 PM	Date and Hour of Discovery 12/12/2010 PM
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.\*  
Water leg became plugged and tank ran over, vacuum truck and roustabout crew called to location.

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 30' X 12'. All inside berm, the battery is lined with a 20 mil liner. Water leg unplugged, vacuum truck picked up all oil; impacted gravel was removed and taken to an NMOCD approved facility. New, clean gravel to be brought in to replace impacted gravel. **Depth to Ground Water: 50-99' (approx. 65', per ChevronTexaco trend map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on battery being lined, all released oil recovered and impacted gravel taken to an NMOCD approved facility and replaced with new, clean gravel, 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: 	<u>OIL CONSERVATION DIVISION</u>		
Printed Name: Robert Asher	Approved by District Supervisor:		
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:	
E-mail Address: boba@ypcnm.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date: Thursday, December 16, 2010	Phone: 575-748-4217	1RP-	

\* Attach Additional Sheets If Necessary