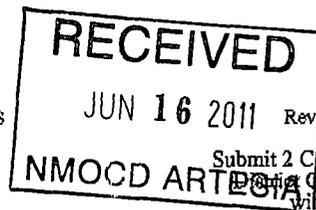


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NMLB/122146796

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 Bonbon BNN State Com. #1-H	API Number 30-015-36913	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. VA-3056
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	27	25S	28E	660	South	330	West	Eddy

Latitude 32.09503 Longitude 104.08216

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 650 B/PW	Volume Recovered 630 B/PW
Source of Release Water pump discharge line	Date and Hour of Occurrence 6/4/2011; PM	Date and Hour of Discovery 6/4/2011; 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 II	
By Whom? Amanda Trujillo/Yates Petroleum Corporation	Date and Hour 6/5/2011; PM	
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.*
8" discharge line on water pump ruptured possibly due to an increase in main line pressure. Valves were isolated from main waterline. Vacuum trucks called.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 4' X 1200' (outside of production pad and access road). Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's (site ranking is 10) a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the OCD. . **Depth to Ground Water: 50-99' (90', Section 28, T25S-R28E, NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 10.**

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	Signed By Approved by District Supervisor:	
Title: Senior Environmental Regulatory Agent	Approval Date: AUG 09 2011	Expiration Date:
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Thursday, June 16, 2011 Phone: 575-748-4021	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

* Attach Additional Sheets If Necessary

PROPOSAL NOT LATER THAN:

9/9/2011

ZRP-815



New Mexico Office of the State Engineer

Wells with Well Log Information

(quarters are 1=NW 2=NE 3=SW 4=SE)
(quarters are smallest to largest) (NAD83 UTM in meters)

POD Number	Sub basin	Use	County	Source	q q q				X	Y	Start Date	Log File		(in feet)			
					6416 4	Sec	Tws	Rng				Finish Date	Date	Depth Well	Depth Water		
<u>C 01278</u>	C	STK	ED		4	3	28	26S	28E	585470	3551338*	04/04/1965	04/08/1965	05/27/1965	205	90	
<u>C 01411</u>	C	STK	ED	Shallow	4	4	2	04	25S	28E	586289	3558522*	10/07/1969	10/15/1969	10/20/1969	69	35
<u>C 01453</u>	C	STK	ED	Shallow	1	2	26	25S	28E	589096	3552612*	07/17/1971	07/20/1971	08/02/1971	70	40	
<u>C 01522</u>	C	DOL	ED		1	22	25S	28E	586843	3554004*	07/15/1974	09/10/1974	10/03/1974	150			
<u>C 01573</u>	C	PRO	ED	Shallow	3	1	4	20	25S	28E	584144	3553361	01/15/1975	01/20/1975	01/23/1975	176	96
<u>C 02868</u>	C	STK	ED		2	1	2	09	25S	28E	585890	3557525*	11/08/1999	11/08/1999	11/23/1999	150	

Record Count: 6

PLSS Search:

Township: 25S

Range: 28E

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

Bratcher, Mike, EMNRD

From: Gray, Darold, EMNRD
Sent: Monday, June 06, 2011 11:12 AM
To: Bratcher, Mike, EMNRD
Subject: Release notification

Mike,

This was on the 200 line.

Date: 6/5/2011 Time: 7:44p.m.
Amanda Trujillo 748-4310

Yates is reporting a release on the Bon Bon BNN St. #1H. M-27-25-28. Reported quantity: 640 bbls., 630 bbls. recovered. Please call her back if you have any questions.

Darold