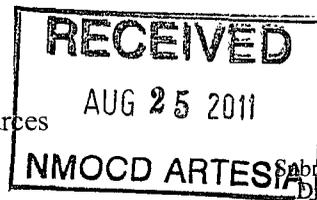


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 Amber Cannon
Address 105 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Corral Draw AQH Federal #2	API Number 30-015-34257	Facility Type Well

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-88136
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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
F	13	24S	29E	1980	North	1980	West	Eddy

Latitude 32.21925 Longitude 103.93973

NATURE OF RELEASE

Type of Release Produced Water / Crude Oil	Volume of Release 6 B/PW; 1 B/O	Volume Recovered 0 B/PW; 0 B/O
Source of Release Poly flowline	Date and Hour of Occurrence 6/29/2011; AM	Date and Hour of Discovery 6/29/2011; 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.* A poly flowline split due to heat and stress. The well was shut down and the flowline was isolated.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 10' X 40' (spill occurred off of production pad and access road, west of pumping unit). A backhoe was immediately called to the location to remove contaminated soils. After visiting the location it has been determined that more scraping and removal work needs to be completed. All impacted soils will be taken to a NMOCD approved facility. 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 0) 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: >100' (125', Section 13, T24S-R29E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: > 1000', SITE RANKING IS 0. Based on analytical results, release volume, and site ranking of 0, 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: <i>Amber Cannon</i>	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Amber Cannon	Signed By <i>Mike Brannan</i> Approved by District Supervisor:	
Title: Environmental Regulatory Agent Trainee	Approval Date: AUG 26 2011	Expiration Date: <i>NA</i>
E-mail Address: <i>acannon@yatespetroleum.com</i>	Conditions of Approval: <i>NA</i>	Attached <input type="checkbox"/>
Date: Tuesday, August 23, 2011 Phone: 575-748-4111	<i>Final</i> 2RP-808	

* Attach Additional Sheets If Necessary