

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

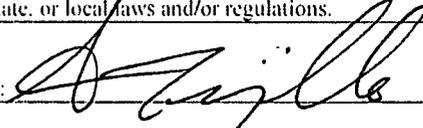
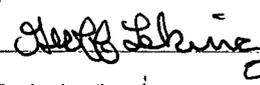
Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amanda Trujillo
Address 104 S. 4 <sup>TH</sup> Street	Telephone No. 575-748-1471	
Facility Name Flamenco Federal #1	API Number 30-025-31076	Facility Type SWD
		Order Number 2RP-
Surface Owner Federal	Mineral Owner Federal	Lease No. NM - 84890

LOCATION OF RELEASE API # 30-025-31076-00-00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
L	7	22S	32E	1650	South	660	West	Lea

NATURE OF RELEASE

Type of Release Water and Oil	Volume of Release 1495	Volume Recovered 1110
Source of Release Lightening Strike	Date and Hour of Occurrence 05/13/2012 PM	Date and Hour of Discovery 05/13/2012 - PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? G. Leaking - NMOCD/Artesia	
By Whom? Amanda Trujillo - Yates Petroleum Corporation	Date and Hour 05/14/2012	
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.* Lightening struck the facility during the night of May 13 <sup>th</sup> . The fire was contained and out sometime after midnight. All lost fluid was contained within the berm. The berm was lined and maintained its integrity throughout the incident. Vacuum trucks were dispatched to recover standing fluid.		
Describe Area Affected and Cleanup Action Taken.* An approximate size of 50' x 165' was impacted. The secondary containment constructed for the tank battery was successful in containing all released fluid. Due to the nature of the fire and the damaged equipment, all metal within the berm was scrapped. Soil and gravel were removed from the secondary containment and disposed of at an NMOCD approved facility. YPC will construct a new facility in place of the old one. Vertical and horizontal delineation samples will taken and analysis ran for TPH and BTEX to ensure the liner held. Depth to Ground Water: >100' (approx. 280', per New Mexico Chevron/Texaco Trend Map); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 0.		
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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Amanda Trujillo	<b>ENV SPECIALIST:</b>	
Title: Environmental Scientist	Approved by: 	Approval Date: 5/29/12
E-mail Address: atrujillo@yatespetroleum.com	Expiration Date: _____	Conditions of Approval: _____
Date: Wednesday, May 23, 2012 Phone: 575-748-4310	Attached <input type="checkbox"/> IRP-5-12-2815	

\* Attach Additional Sheets If Necessary

MAY 30 2012