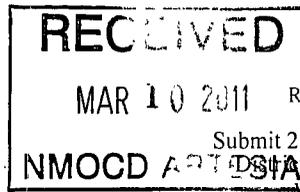


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 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 Medano Water Line	API Number f MCB 1100536491	Order Number 2RP-541
Facility Type Water Line		
Surface Owner Federal	Mineral Owner	Lease No.

LOCATION OF RELEASE

Unit Letter	Section 21	Township 23S	Range 31E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
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NATURE OF RELEASE

Type of Release WATER & Oil	Volume of Release 200 PW 40 Oil	Volume Recovered 0
Source of Release Water Line struck during excavation	Date and Hour of Occurrence 12/212010	Date and Hour of Discovery 12/212010 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? Jerry Fanning - Yates Petroleum Corporation	Date and Hour 12/212010 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.* M & M Excavating was Ditching a line for Devon Energy when they struck a 10" poly water line owned by Yates Petroleum. Wells were immediately shut down, a vacuum truck was dispatched and all necessary valves were closed. The incident was contained within approximately 1 hr.		
Describe Area Affected and Cleanup Action Taken.* An approximate size of 450' x 2' was impacted. Soil from the pooling areas was excavated and disposed of at an NMOCD approved facility. <b>Depth to Ground Water: &gt;100' (approx. 200', per New Mexico State Engineers Office); Wellhead Protection Area: No; Distance to Surface Water Body: &gt;1000'; SITE RANKING IS 0. Based on site ground water quality and enclosed analytical results.</b>		
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: Amanda Trujillo	Approved by District Supervisor	
Title: Environmental Scientist	Approval Date: 11/6/12	Expiration Date: N/A
E-mail Address: atrujillo@yatespetroleum.com	Conditions of Approval: N/A	Attached <input type="checkbox"/>
Date: Monday, March 07, 2011	Phone: 575-748-4310	

\* Attach Additional Sheets If Necessary

f MCB 1100536491  
n MCB 1100537959  
p MCB 1100538729

2RP-541