

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	Contact SHERRY BONHAM
Address 105 S 4TH STREET	Telephone No. 505 748 1471
Facility Name MESA AAF STATE I	Facility Type TANK BATTERY

Surface Owner PRIVATE	Mineral Owner STATE	Lease No. E-8087
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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	2R	13S	33E	990	South	990	West	LEA

104'

Latitude 33.15801 Longitude 103.62424

NATURE OF RELEASE

Type of Release OIL	Volume of Release 10 BO	Volume Recovered 0
Source of Release STORAGE TANK/BAD THIRD HATCH	Date and Hour of Occurrence MARCH 8, 2006 AM	Date and Hour of Discovery 03/08/06 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? CHRIS WILLIAMS VIA FAX	
By Whom? SHERRY BONHAM	Date and Hour 03/09/06 5:00 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.* Bad hatch on top of tank, tank was full and equalizing. Wind was blowing hard.		
Describe Area Affected and Cleanup Action Taken.* Sprayed mist across battery and off NE corner of pad. Well shut down. Picked up contaminated soil and hauled to Saunders land farm. Will assess to see if further remediation will be necessary.		
Average Depth to Water: 113'		
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>Sherry Bonham</i>	OIL CONSERVATION DIVISION	
Printed Name: Sherry Bonham	Approved by District Supervisor: <i>Chris Williams</i>	
Title: Environmental Regulatory Agent Trainee	Approval Date: <i>3/10/06</i>	Expiration Date:
E-mail Address: sherryb@ypcnm.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: March 9, 2006 Phone: 505 748 1471		

* Attach Additional Sheets If Necessary

Yates - 25575
facility # PAC0607345607
incident - # PAC0607345741
application - # PAC0607345912