

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Bruzos 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 Robert Asher
Address 104 S. 4 <sup>TH</sup> Street	API Number 30-025-26766	Telephone No. 505-748-1471
Facility Name Quay AQU State #1	Facility Type Battery	
Surface Owner State	Minrcral Owner State	Lease No. V-3959

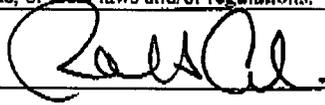
**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	10	23S	33E	660	North	1980	West	Lea

400'

Latitude 32.32462 Longitude 103.56173

**NATURE OF RELEASE**

Type of Release Produced Water	Volume of Release 50 B/PW	Volume Recovered 0 B/PW
Source of Release Water Tank	Date and Hour of Occurrence 7/15/2006 - AM	Date and Hour of Discovery 7/15/2006 - AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Caperton, OCD District I Office	
By Whom? Jerry Fanning	Date and Hour 7/17/2006 at approximately 8:00 AM	
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.* Well made more water than normal, truck was late to pick up water, causing water to overflow and spill on the ground.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 30' X 50', within the berm. Vacuum trucks were called, but no fluid to recover. Area to be evaluated. Depth to Ground Water: >100'; 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: Robert Asher	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: hoba@ypcnm.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Wednesday, July 19, 2006	Phone: 505-748-1471	

\* Attach Additional Sheets If Necessary

facility - FPAC 0620039573  
incident - NPAC 0620039661  
application - NPAC 0620039827

RP# 966