

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company YATES PETROLEUM CORPORATION	OGRID Number 25575	Contact SHERRY BONHAM
Address 105 S 4 TH STREET		Telephone No. 505.748.1471
Facility Name GILL BGJ 1	API Number 30-025-37103	Facility Type WELL
Surface Owner PBE	Mineral Owner PBE	Lease No.

LOCATION OF RELEASE

Unit Letter L	Section 29	Township 9S	Range 35E	Feet from the 1650	North/South Line SOUTH	Feet from the 660	East/West Line WEST	County LEA
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Latitude 33.50238 Longitude 103.38888

NATURE OF RELEASE

Type of Release PRODUCED WATER	Volume of Release 30 B/PW	Volume Recovered 25 B/PW
Source of Release WATER TANK	Date and Hour of Occurrence 03/02/07 9:00 AM	Date and Hour of Discovery 03/02/07 9:00 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 VIA PHONE NOTIFICATION AND FOLLOW UP E-MAIL	
By Whom? SHERRY BONHAM	Date and Hour 03/02/07 3:15 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.*
LEASE KILL SWITCH DID NOT FUNCTION. REPAIRED KILL SWITCH.

Describe Area Affected and Cleanup Action Taken.*
AN APPROXIMATE 50' X 60' AREA AFFECTED. VACUUM TRUCK PICKED UP ALL STANDING FLUIDS. IMMEDIATELY SCRAPED UP IMPACTED MATERIALS AND HAULED TO DISPOSAL FACILITY. SITE TO BE EVALUATED.
Depth to Ground Water: ≥100'; Wellhead Protection? NO; Distance to Surface Water Body: ≥1000'. SITE RANKING: 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.

OIL CONSERVATION DIVISION

Signature 	Approved by District Supervisor 	
Printed Name: Sherry Bonham	Approval Date: <u>3-15-07</u>	Expiration Date: <u>6-15-07</u>
Title: Environmental Regulatory Agent	Conditions of Approval: <u>SUBMIT FROM C-141 w/ SAMPLES &</u>	
E-mail Address: sherryb@ypcnm.com	Attached <input type="checkbox"/>	
Date: March 12, 2007	Phone: 505.748.1471	

* Attach Additional Sheets If Necessary

incident - nPACO707524814
application - nPACO707524905

DISPOSAL INFO

RP # 1232