

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
RECEIVED
 Oil Conservation Division
 1220 South St. Francis Dr. JAN 22 2008
 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 TH Street	Telephone No. 505-748-1471	
Facility Name Mescalero ARL State #1	API Number 30-025- 33696 33969	Facility Type Battery
Surface Owner State	Mineral Owner State	Lease No. VA-0621

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	2	10S	32E	330	South	330	East	Lea

Latitude 33.46878 Longitude 103.63456

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 25 B/O	Volume Recovered 10 B/O
Source of Release Production Tank	Date and Hour of Occurrence 1/13/2008 AM	Date and Hour of Discovery 1/13/2008 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mark Whitaker/NMOCD, District I	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 1/14/2008, 8:38 AM (VM) & 8:42 AM (E-mail)	
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.* Oil hauler did not pick up load of oil and tank ran over, vacuum truck and excavation crew called to location		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 36' X 12'. All inside berm. Vacuum truck picked up remaining oil; contaminated soils were excavated and taken to an OCD approved facility Vertical and horizontal delineation will be made and corrective action taken. Depth to Ground Water: 50-99' (approx. 65'), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10.		

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:	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: <u>1/25/08</u>	Expiration Date: <u>4/28/08</u>
E-mail Address: boba@ypcnm.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Friday, January 18, 2008	Phone: 505-748-4217	

* Attach Additional Sheets If Necessary

RA# 1751