

District I  
1625 N. French Dr., Hobbs, NM 88241  
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**

MB0806039811 OPERATOR  Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 105 South 4th Street, Artesia, NM 88210	Telephone No. 505-748-1471	
Facility Name Martha A/K Federal #5	API Number 30-015-26908	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-65417
--------------------------	--------------------------	-----------------------

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	11	22S	31E	1980	North	330	East	Eddy

Latitude 32.40774 Longitude 103.74055

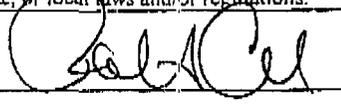
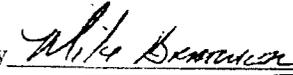
**NATURE OF RELEASE**

Type of Release Crude Oil & Produced Water	Volume of Release 5 B/O & 5 B/PW	Volume Recovered 0 B/O & 0 B/PW
Source of Release Flow Line	Date and Hour of Occurrence 2/13/2008 AM	Date and Hour of Discovery 2/13/2008 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.\*  
Hole in flow line at knockout unit Vacuum truck and backhoe crew called.

Describe Area Affected and Cleanup Action Taken \*  
Area approximately 35' X 15' all contained inside berm, no oil or produced water to pick up, backhoe excavated soils/taken to OCD approved facility.  
Depth to Ground Water: >100' (approx. 125'), Wellhead Protection Area: No, Distance to Surface Water Body: >1000'. SITE RANKING IS 0.  
Based on site ranking and contaminated soils removed, Yates Petroleum Corporation requests closure.

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: <b>TIM GUM</b> by MB	Signed By: 
Title: Environmental Regulatory Agent	Approval Date: <b>FEB 29 2008</b>	Expiration Date: <b>NA</b>
E-mail Address: <u>boas@ypcnm.com</u>	Conditions of Approval: <b>N/A</b>	Attached <input type="checkbox"/>
Date: Thursday, February 28, 2008	Phone: 505-748-4217	

\* Attach Additional Sheets If Necessary

*2RP-139*

**New Mexico Office of the State Engineer  
POD Reports and Downloads**

Township:  Range:  Sections:

NAD27 X:  Y:  Zone:  Search Radius:

County:  Basin:  Number:  Suffix:

Owner Name: (First)  (Last)   Non-Domestic  Domestic  
 All

**AVERAGE DEPTH OF WATER REPORT 02/29/2008**

Bsn	Tws	Rng	Sec	Zone	X	Y	Wells	(Depth Water in Feet)		
								Min	Max	Avg
C	22S	31E	16				1	448	448	448
C	22S	31E	20				3	45	48	47
C	22S	31E	28				8	401	450	444
C	22S	31E	29				1	413	413	413

Record Count: 13