

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

25EB0311542062  
175EB0311542183  
3EB0311542598

**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	Telephone No. 505-748-1471	
Facility Name Medano VA State #1	API Number 30-015-20423	Facility Type Battery
Surface Owner State	Mineral Owner State	Lease No. VO-0120

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	16	23S	31E	1980	South	1980	West	Eddy

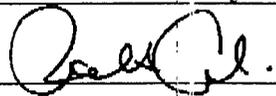
Latitude 32.30252 Longitude 103.78442

**NATURE OF RELEASE**

Type of Release Crude Oil & Produced Water	Volume of Release 2 B/O & 500 B/PW	Volume Recovered 0 B/O & 110 B/PW
Source of Release Pipe Line	Date and Hour of Occurrence 4/9/2008, AM	Date and Hour of Discovery 4/9/2008, AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD District II (Voicemail & E-mail)	
By Whom? Robert Asher/YPC Environmental Department	Date and Hour 4/9/2008, 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.* Main 6" line behind battery ruptured (upstream from 4/8/2008 release). Shut down well, called vacuum truck and repaired line.		

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 142' X 12'. Vacuum truck picked up remaining produced water. Vertical and horizontal delineation will be conducted and corrective actions taken if needs d. **Depth to Ground Water: >100' (approx. 125'), 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: <i>T. Cum by SB</i>	
Title: Environmental Regulatory Agent	Approval Date: <i>4/21/08</i>	Expiration Date: <i>-</i>
E-mail Address: hoba@ypcnm.com	Conditions of Approval: <b>REMEDIATION</b>	Attached <input type="checkbox"/>
Date: Friday, April 18, 2008	Phone: 505-748-1471	<b>WORK PLAN DUE BY MAY 19, 2008</b>

\* Attach Additional Sheets If Necessary  
*p5EB0311541485*

*2 RP-160*