

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.
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

AUG 17 2009

HOBBSOCD

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 Lucille BKU State Com. #1	API Number 30-025-38593	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. VB-1195
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	5	12S	32E	660	North	1980	East	Lea

Latitude 33.31315 Longitude 103.73762

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 65 B/PW	Volume Recovered 65 B/PW
Source of Release Water Tank	Date and Hour of Occurrence 8/10/2009, PM	Date and Hour of Discovery 8/11/2009, AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson/NMOCD Hobbs (Voicemail & e-mail)	
By Whom? Robert Asher/YPC Environmental	Date and Hour 8/11/2009, 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.*
Lightning struck produced water tank, causing release. Vacuum truck and crew called. GW @ 28-30'

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 40' X 24'. All within bermed and lined tank battery. Vacuum truck picked up produced water; crew removed lightning struck tank and impacted gravel, hauled to NMOCD approved facility. Because of a 20 mil. liner installed, no further actions needed. **Depth to Ground Water: >100' (approx. 110' per the New Mexico, Section 8, T12S-R32E), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on battery being lined and liner intact, all produced water recovered, 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:	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	ENV. ENGINEER	
Title: Environmental Regulatory Ageni	Approved by District Supervisor:	
E-mail Address: boba@yatespetroleum.com	Approval Date: <u>09/28/09</u>	Expiration Date: <u>-</u>
Date: Friday, August 14, 2009 Phone: 505-748-4217	Conditions of Approval: <u>WATER @ 28-30'</u>	Attached <input type="checkbox"/>
	IRP-09.09.2282	

* Attach Additional Sheets If Necessary

FGRL 0927154096