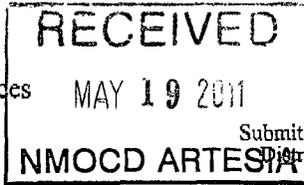


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

nMLB 1114038361

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street	API Number 30-015-36778	Telephone No. 575-748-1471
Facility Name Haracz AMO Federal #8-H		Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-57274
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LOCATION OF RELEASE

Unit Letter O	Section 23	Township 24S	Range 31E	Feet from the 330	North/South Line South	Feet from the 1980	East/West Line East	County Eddy
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Latitude 32.19632 Longitude 103.74602

NATURE OF RELEASE

Type of Release Oil	Volume of Release 134 B/O	Volume Recovered 134 B/O
Source of Release Production tank	Date and Hour of Occurrence 5/5/2011; AM	Date and Hour of Discovery 5/5/2011; 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 II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 5/5/2011; PM (email)	
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 haulers could not keep up with production at the battery and a tank over filled. The well was shut in, valve replaced and a vacuum truck was called to the location.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 20' X 50' all within lined/bermed battery. Vacuum truck recovered all oil. Tanks and equipment within berm being cleaned. **Depth to Ground Water: >100' (approximately 160', Section 2, T24S-R31E per NMOSE' and approximately 350' per ChevronTexaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on all oil recovered and battery lined, 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	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: 5/20/2011	Expiration Date: NA
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Thursday, May 19, 2011 Phone: 575-748-4217	2RP-784	

* Attach Additional Sheets If Necessary

2RP-784



New Mexico Office of the State Engineer Wells with Well Log Information

(quarters are 1=NW 2=NE 3=SW 4=SE)
(quarters are smallest to largest) (NAD83 UTM in meters)

POD Number	Sub basin	Use	County	Source	q q q				X	Y	Start Date	Finish Date	Log File	(in feet)			
					6416 4	Sec	Twys	Rng						Well	Water		
<u>C 02405</u>		IRR	ED	Shallow	4	1	02	24S	31E	617690	3568631*	09/29/1994	09/30/1994	12/05/1994	275	160	
<u>C 02405</u>	C	PRO	ED	Shallow	4	1	02	24S	31E	617690	3568631*	09/29/1994	09/30/1994	12/05/1994	275	160	
<u>C 02440</u>	C	PRO	ED		2	3	10	24S	31E	616103	3566599*	03/20/1995	03/21/1995	04/25/1995	350		
<u>C 02460</u>	C	PRO	ED	Shallow	3	02		24S	31E	617496	3568022*	08/21/1995	08/21/1995	09/07/1995	320		
<u>C 02460 POD2</u>	C	PRO	ED	Shallow	3	02		24S	31E	617496	3568022*	08/25/1995	08/25/1995	09/07/1995	320		
<u>C 02464</u>	C	PRO	ED	Shallow	3	4	1	02	24S	31E	617589	3568530*	08/24/1995	08/24/1995	09/07/1995	320	205
<u>C 02783</u>	CUB	MON	ED	Shallow	3	3	1	04	24S	31E	613911	3568461		12/31/1979	10/18/2010	708	
<u>C 02783 POD2</u>	C	PUB	ED	Shallow	3	3	1	04	24S	31E	613911	3568461	09/09/2010	09/29/2010	10/18/2010	686	
<u>C 02783 POD2</u>	CUB	MON	ED	Shallow	3	3	1	04	24S	31E	613911	3568461	09/09/2010	09/29/2010	10/18/2010	686	
<u>C 02784</u>	C	SAN	ED	Shallow	4	2	4	04	24S	31E	613911	3568461	10/06/2010	10/08/2010	10/18/2010	584	

Record Count: 10

PLSS Search:

Township: 24S

Range: 31E

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

Bratcher, Mike, EMNRD

From: Bob Asher [BobA@yatespetroleum.com]
Sent: Thursday, May 05, 2011 3:25 PM
To: Bratcher, Mike, EMNRD
Cc: Jerry Fanning
Subject: Release (Haracz AMO Federal #8-H

Mike,

Yates Petroleum Corporation is reporting a release at the following location (Thursday, May 5, 2011).

Haracz AMO Federal #8H Battery
30-015-36778
Section 23, T24S-R31E
Eddy County, New Mexico

Released: 100 B/O, battery is lined, all oil remained within bermed/lined battery.
Oil hauler trucks could not keep up with production at the battery and a tank over filled.

All information will be submitted on a C-141 report.

Thank you.

Robert Asher
Yates Petroleum Corporation
Office: (575) 748-4217
Cell: (575) 365-4021
Fax: (575) 748-4662
boba@yatespetroleum.com