

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

OPERATOR

X Initial Report

Final Report

Name of Company	Yates Petroleum Corp. 25575	Contact	Dan Dolan
Address	105 S. 4 th St., Artesia NM 88210	Telephone No.	748-4181
Facility Name	Wolf AJA Federal #7	Facility Type	Oil Well
Surface Owner	Fed	Mineral Owner	Fed
		Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	24	21S	31E					Eddy

Latitude _ Longitude _

NATURE OF RELEASE

Type of Release	Crude Oil, Produced water	Volume of Release	4bbl oil, 4bbl water	Volume Recovered	0
Source of Release	Flow line leak	Date and Hour of Occurrence	0815 hrs 03-01-06	Date and Hour of Discovery	0815 hrs 03-01-06
Was Immediate Notice Given?	Yes X No Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
Flow line leak, line replaced.

Describe Area Affected and Cleanup Action Taken.*

Spill stayed on pad, was cleaned up, area will be field tested, and further action taken as needed, OCD will be notified 24 hrs prior to final testing. Ranking for this area is as follows: Depth to ground water-0, Wellhead protection area-0, Distance to surface water-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:	OIL CONSERVATION DIVISION		
Printed Name: Dan Dolan	Approved by District Supervisor: <i>Tim GUM</i> <i>by MS</i>		
Title: Environmental Regulatory Agent	Approval Date: MAR 07 2006	Expiration Date: 4/4/06	
E-mail Address: ddolan@ypcnm.com	Conditions of Approval: <i>Schedule for final testing prior to 4/4/06</i>		Attached <input type="checkbox"/>
Date: 03-03-06 Phone: 748-4181			

* Attach Additional Sheets IF Necessary