

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

30-015-28033

Release Notification and Corrective Action

n MCB 0617143772

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company YATES PETROLEUM CORPORATION	OGRID Number 25575	Contact SHERRY BONHAM
Address 105 S 4 TH STREET	Facility Name HINKLE ALD BATTERY (NDDUP 115)	Telephone No. 505.748.1471
API Number 30 015 28033	Facility Type TANK BATTERY	RECEIVED JUN - 9 2006
Surface Owner PRIVATE	Mineral Owner PRIVATE	Lease No.

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	28	19S	25E	1980	NORTH	1980	EAST	EDDY

Latitude 32.63368 Longitude 104.48692

NATURE OF RELEASE

Type of Release PRODUCED WATER AND BASIC SEDIMENT	Volume of Release 10 B/PW AND 1 B/BS	Volume Recovered 5 B/PW AND 1 B/BS
Source of Release BACK PRESSURE VALVE	Date and Hour of Occurrence 5/26/06 10:00 AM	Date and Hour of Discovery 5/26/06 10:00 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.* BACK PRESSURE VALVE MALFUNCTIONED. VALVE REPAIRED.		
Describe Area Affected and Cleanup Action Taken.* AN AREA APPROXIMATELY 15' X 10' WITHIN THE CONTAINMENT BERM WAS AFFECTED BY RELEASE. VACUUM TRUCK CALLED IN TO RECOVER FLUIDS. ROUSTABOUT CREW CALLED IN TO PICK UP VISIBLY IMPACTED MATERIALS. FURTHER ACTIONS TO BE DETERMINED. SITE RANKING: <u>10</u>		

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: <i>Sherry Bonham</i>	OIL CONSERVATION DIVISION	
Printed Name: Sherry Bonham	TIM GUM	
Title: Environmental Regulatory Agent Trainee	Approved by District Supervisor: <i>by MB</i>	<i>Mike Bonham</i>
E-mail Address: sherryb@ypcnm.com	Approval Date: <i>6/21/06</i>	Expiration Date: <i>N/A</i>
Date: June 9, 2006 Phone: 505.748.1471	Conditions of Approval:	Attached <input checked="" type="checkbox"/>

* Attach Additional Sheets If Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Yates Petroleum Corporation
105 S. 4th Street
Artesia, NM 88210
ATTN: Environmental Department

June 21, 2006

Reference: NDDUP 115 (Hinkle ALD Btry) G-28-19s-25e API: 30-015-28033

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Initial Report Form C-141 reporting a release of produced fluids that occurred at the above referenced well site.

Please submit a work plan proposal for remediation of this site to the OCD no later than July 21, 2006. The work plan proposal is to be formulated based on contaminant delineation and OCD Rules and Guidelines.

If I can be of assistance, please contact me.

Sincerely,

A handwritten signature in cursive script, appearing to read "Mike Bratcher".

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
(505) 748-1283 Ext. 108
(505) 626-0857
Mike.Bratcher@state.nm.us