

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

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 <sup>th</sup> Street, Artesia, NM 88210		Telephone No. 505-748-1471
Facility Name Mitchell IN SWD	API Number 30-015-22242	Facility Type Battery

Surface Owner Fee	Mineral Owner Fee	Lease No.
----------------------	----------------------	-----------

#### LOCATION OF RELEASE

Unit Letter D	Section 23	Township 17S	Range 25E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
------------------	---------------	-----------------	--------------	---------------	------------------	---------------	----------------	----------------

Latitude 32.82500 Longitude 104.46161

#### NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 5 B/PW with some iron sulfide	Volume Recovered 3 B/PW
Source of Release Pipe Connection	Date and Hour of Occurrence 8/23/2007 PM	Date and Hour of Discovery 8/23/2007 PM
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.\*

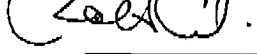

Break in pipe connection on produced water tank, inside bermed area of battery. Isolated leak, repaired line and picked up produced water

Describe Area Affected and Cleanup Action Taken.\*

An approximate area of 15' X 30'. With amounts of PW released/recovered and ground water depth, will treat area in place. Treatment will consist of tilling and applying nitrogen fertilizer to address iron staining on ground. Vertical and horizontal delineation will be made to determine any further actions to be needed or closure requested. **Depth to Ground Water: >100' (approx. 175'), 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.

#### OIL CONSERVATION DIVISION

Signature: 	Approved by District Supervisor: 	
Printed Name: Robert Asher	Approval Date: <b>SEP 6 2007</b>	Expiration Date:
Title: Environmental Regulatory Agent	Conditions of Approval:	Attached <input type="checkbox"/>
E-mail Address: boba@ypcnm.com		
Date: Friday, August 31, 2007	Phone: 505-748-1471	

\* Attach Additional Sheets If Necessary