

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



Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

* CORRECTED COPY *

OPERATOR

Initial Report Final Report

Name of Company YATES PETROLEUM CORPORATION	OGRID Number 25575	Contact SHERRY BONHAM
Address 105 S 4 TH STREET		Telephone No. 505.748.1471
Facility Name CENTRAL DAGGER DRAW TRANSFER (BATES)	API Number 30-015-05912	Facility Type TANK BATTERY

Surface Owner FEDERAL	Mineral Owner FEDERAL	Lease No.
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LOCATION OF RELEASE

Unit Letter I	Section 3	Township 20S	Range 24E	Feet from the	North/South Line	Feet from the	East/West Line	County EDDY
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Latitude 32.60105 Longitude 104.56925

NATURE OF RELEASE

Type of Release PRODUCED WATER CRUDE OIL	Volume of Release 15 BBLs OIL	Volume Recovered 14.5 BBLs OIL
Source of Release TANK	Date and Hour of Occurrence 11/30/07 AM	Date and Hour of Discovery 11/30/07 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.*
TANK DEVELOPED HOLE DUE TO CORROSION. EMPTIED TANK. TANK REPAIRS MADE.

Describe Area Affected and Cleanup Action Taken.*
APPROXIMATE 10' X 50' X 3" AFFECTED. ALL FLUIDS CONTAINED WITHIN BERM. SPILL PUDDLED IN LOW AREA. FREE LIQUIDS RECOVERED BY VACUUM TRUCK. IN PROGRESS OF EXCAVATING AND HAULING IMPACTED SOILS TO DISPOSAL FACILITY. SITE TO BE REMEDIATED IN ACCORDANCE WITH NMOCD GUIDELINES.

Depth to Ground Water: 268'; Wellhead Protection? NO; Distance to Surface Water: >1000'; Site Ranking: 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: Sherry Bonham	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: DEC 12 2007	Expiration Date:
E-mail Address: sherryb@ypenm.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: December 10, 2007	Phone: 505.748.1471	

* Attach Additional Sheets If Necessary