

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

MAY 28 2008
OCD-ARTESIA

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

ISEB0814937131
NSEB0814936946

OPERATOR

X Initial Report X Final Report

Name of Company Yates Petroleum Corporation 25575	Contact Mike Stubblefield
Address 105 South 4 th Street, Artesia, N.M. 88210	Telephone No. 505-7484500 505-513-1712
Facility Name Creek AL Federal Tank Battery 30-015-32896	Facility Type tank battery

Surface Owner Federal	Mineral Owner	Lease No.
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30-015-10430

LOCATION OF RELEASE

Unit Letter D	Section 25	Township 18s	Range 30e	Feet from the 990'	North/South Line FNL	Feet from the 330'	East/West Line FWL	County Eddy
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Latitude 32.72269 Longitude 103.91728

NATURE OF RELEASE

Type of Release Oil	Volume of Release 7 bbls	Volume Recovered 6 bbls
Source of Release Stock tank	Date and Hour of Occurrence 5/18/2008 7:30am	Date and Hour of Discovery same
Was Immediate Notice Given? Yes No X 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.*

A stock tank developed a hole from corrosion. A vacuum truck was immediately called to location and 6 bbls of oil were recovered and placed into other stock tank at the facility. The leaking stock tank was replaced with a new stock tank. The weather was sunny and dry at the time of the release.

Describe Area Affected and Cleanup Action Taken The impacted area was the bermed area of the tank battery. The bermed area was not lined. 5/23/2008 a backhoe excavated and hauled the impacted soil to Lea Land Inc. The bermed area will be lined with a 20 Mil. Liner. A new stock tank will be set on the liner. Yates Petroleum Corporation is requesting closure for the release that occurred on 5/18/2008.

Depth to ground water - >50', Wellhead protection area - > 1000', Distance to surface water body - >1000' Site ranking score 0 points.

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>Mike Stubblefield</i>		OIL CONSERVATION DIVISION	
Printed Name: Mike Stubblefield		Approved by District Supervisor: <i>T. Cumby SB</i>	
Title: Environmental Regulatory Agent		Approval Date: <i>5.28.08</i>	Expiration Date: <i>N/A</i>
E-mail Address: mikes@ypcnm.com		Conditions of Approval: <i>N/A</i>	Attached <input type="checkbox"/> <i>N/A</i>
Date: 5/28/2008 Phone: 505-748-4500			

* Attach Additional Sheets If Necessary

ZRP 172