

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

7KMW 1035448054

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street		Telephone No. 575-748-1471
Facility Name Biplane BNZ State Com. #1	API Number 30-005-63556	Facility Type Battery
Surface Owner State	Mineral Owner State	Lease No. VA-2494


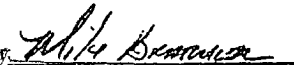
LOCATION OF RELEASE

Unit Letter A	Section 16	Township 6S	Range 27E	Feet from the 660	North/South Line North	Feet from the 660	East/West Line East	County Chaves
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Latitude 33.79975 Longitude 104.19066

NATURE OF RELEASE

Type of Release Oil & Produced Water	Volume of Release 10 B/O & 25 B/PW	Volume Recovered 5 B/O & 20 B/PW
Source of Release Water Tank	Date and Hour of Occurrence 8/8/2010 - AM	Date and Hour of Discovery 8/8/2010 - AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD (voicemail and e-mail)	
By Whom? Robert Asher/YPC Environmental	Date and Hour 8/9/2010 - PM	
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.* Oil and produced water released from water tank that ran over after pump failed from wiring being chewed off by cows. Vacuum truck was called.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 70' X 30' (all inside bermed battery). Vacuum truck picked up remaining oil and produced water. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL a work plan will be submitted to the OCD. Depth to Ground Water: >100' (approximately 125' per trend map). 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.		

Signature: 	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Signatory: 	
Title: Environmental Regulatory Agent	Approval Date: 3/21/11	Expiration Date:
E-mail Address: bobas@yatespetroleum.com	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 4/21/11	
Date: Monday, August 16, 2010 Phone: 575-748-4217	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

2RP-503

Bratcher, Mike, EMNRD

From: Bob Asher [BobA@yatespetroleum.com]
Sent: Monday, August 09, 2010 3:13 PM
To: Bratcher, Mike, EMNRD
Cc: Jerry Fanning
Subject: Release (Biplane BNZ State Com. #1)

Yates Petroleum Corporation is reporting a release on August 8, 2010 at the following location.

Biplane BNZ State Com. #1
30-005-63556
660 FNL & 660 FEL
Section 16, T6S-R27E
Chaves County, New Mexico

Released: 10 B/O & 25 B/PW
Recovered: 5 B/O & 20 B/PW

Cause: Cows chewed off wiring on water transfer pump controller, resulting in the water tank to run over.

A C-141 Initial Report will be filed to your office.

Thank you.

Robert Asher
Yates Petroleum Corporation
boba@yatespetroleum.com
575-748-4217 (Office)
575-365-4021 (Cell)
575-748-4662 (Fax)