

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<br>YATES PETROLEUM CORPORATION | OGRID Number<br>25575 | Contact<br>SHERRY BONHAM      |
| Address<br>105 S 4 <sup>TH</sup> STREET        |                       | Telephone No.<br>505 748.1471 |
| Facility Name<br>TENNECO SWD BATTERY           | API Number            | Facility Type<br>TANK BATTERY |

|                        |                        |          |
|------------------------|------------------------|----------|
| Surface Owner<br>STATE | Mineral Owner<br>STATE | Lease No |
|------------------------|------------------------|----------|

LOCATION OF RELEASE

|                  |               |                 |              |               |                  |               |                |               |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|---------------|
| Unit Letter<br>J | Section<br>11 | Township<br>11S | Range<br>34E | Feet from the | North/South Line | Feet from the | East/West Line | County<br>Lea |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|---------------|

Latitude 33.37686 Longitude 103.47755

NATURE OF RELEASE

|  |  |   |
|--|--|---|
| Type of Release<br>PRODUCED WATER  | Volume of Release<br>100 B/PW  | Volume Recovered<br>75 B/PW                     |
| Source of Release<br>TANK  | Date and Hour of Occurrence<br>10/26/07 1200 HRS                     | Date and Hour of Discovery<br>10/26/07 1300 HRS |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br>PAT RICHARDS VIA PHONE CALL and FOLLOW-UP E-MAIL |   |
| By Whom?<br>SHERRY BONHAM  | Date and Hour<br>10/26/07 1325 HRS                                   |   |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse<br>N/A                      |   |

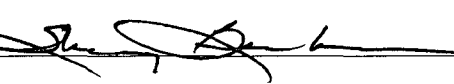

|  |
|--|
| If a Watercourse was Impacted, Describe Fully.*<br>N/A |
|--|

|  |
|--|
| Describe Cause of Problem and Remedial Action Taken.*<br>SUCTION LINE ON TRANSFER PUMP BROKE OFF RESULTING IN FLUID LOSS FROM TANK. LINE REPAIRED. |
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| Describe Area Affected and Cleanup Action Taken *<br>APPROXIMATELY 42' X 110' AREA IMPACTED. RELEASE WATER CHLORIDE CONTENT APPROXIMATELY 20,661 mg/L FREE STANDING FLUIDS RECOVERED BY VACUUM TRUCK. EXCAVATED RELEASE-IMPACTED SOILS AND HAULED TO DISPOSAL FACILITY. SOIL SAMPLES OBTAINED AND SUBMITTED TO LABORATORY TO BE ANALYZED FOR BTEX, TPH, AND CHLORIDES. SHOULD ANALYTICALS REPORT BTEX OR TPH TO BE OVER RRALS, A REMEDIATION PLAN WILL BE SUBMITTED TO OCD. CHLORIDES WILL BE DOCUMENTED. SHOULD ANALYTICAL REPORT FOR BTEX OR TPH BE BELOW RRALS, A FINAL C-141 WILL BE SUBMITTED TO OCD REQUESTING CLOSURE FOR RELEASE OCCURRING OCTOBER 26, 2007. |
|--|

Depth to Ground Water: <50'; Wellhead Protection Area: >1000'; Distance to Surface Water Body: >1000'. Site Ranking: 20.

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: <u>11/14/07</u>   | Expiration Date: <u>2/14/07</u> |
| E-mail Address: sherryb@ypcnm.com   |  | Conditions of Approval:  |                                 |
| Date. November 7, 2007  |  | Attached <input type="checkbox"/>  |                                 |
| Phone: 505.748.1471   |  |  |                                 |

\* Attach Additional Sheets If Necessary

RP# 1659