

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

AR 07 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

PSB0806737070
i SEB0806735229
n SEB0806734935

Release Notification and Corrective Action

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 Corral Draw AQH Federal #1 30-015-29396	Facility Type Tank Battery

Surface Owner Federal	Mineral Owner	Lease No.
-----------------------	---------------	-----------

LOCATION OF RELEASE

Unit Letter L	Section 13	Township 24s	Range 29e	Feet from the 2310'	North/South Line FSL	Feet from the 330'	East/West Line FWL	County Eddy
------------------	---------------	-----------------	--------------	------------------------	-------------------------	-----------------------	-----------------------	----------------

Latitude 32.21642 Longitude 103.44524

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 40 bbls Produced Water	Volume Recovered 40 bbls PW
Source of Release Water transfer pump	Date and Hour of Occurrence 2/27/2008 am.	Date and Hour of Discovery 2/27/2008 am
Was Immediate Notice Given? Yes X No Not Required	If YES, To Whom? Called OCD Mike Bratcher's voice mail box	
By Whom? Mike Stubblefield	Date and Hour 2/27/2008 8.35am	
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.*

Transfer pump failure.

Describe Area Affected and Cleanup Action Taken.*

The impacted area was the lined bermed area of the tank battery Free waters were recovered from the lined area of the berm. no further corrective actions will be taken. Yates Petroleum Corp. requesting closure for the release that occurred on 2/27/2008.

Depth to ground water > 100', Wellhead protection area > 1000', Distance to surface water body > 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: <u>Mike Stubblefield</u>		<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Mike Stubblefield		Approved by District Supervisor: <u>TGumby SB</u>	
Title: Environmental Regulatory Agent		Approval Date: <u>3-7-08</u>	Expiration Date: <u>N/A</u>
E-mail Address: mikes@ypcnm.com		Conditions of Approval: <u>N/A</u>	Attached <input checked="" type="checkbox"/> <u>N/A</u>
Date: 3/6/2008	Phone: 505-748-4500		

* Attach Additional Sheets If Necessary

2RP-142