

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

RECEIVED

Form C-141

Revised October 10, 2003

FEB 19 2009

HOBBSOCD

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 Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street	AP# Number 30-025-01820	Telephone No. 505-748-1471
Facility Name Lagarto AMZ State #1	Facility Type Battery	
Surface Owner State	Mineral Owner State	Lease No. VO-161

LOCATION OF RELEASE

Unit Letter M	Section I	Township 11S	Range 34E	Feet from the 660	North/South Line South	Feet from the 660	East/West Line West	County Lea
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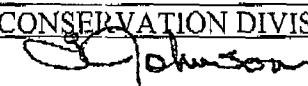
Latitude 33.38915 Longitude 103.47008**NATURE OF RELEASE**

Type of Release Produced Water	Volume of Release 15 B/PW	Volume Recovered 15 B/PW
Source of Release Production Tank	Date and Hour of Occurrence 1/26/2009 AM	Date and Hour of Discovery 1/26/2009 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.* Hole in tank bottom. Vacuum truck called.		

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 40' X 40'. Isolated leak. Vacuum truck picked up produced water; battery lined with 20 mil liner. Production Department is currently replacing tank with hole in bottom, pulling other tanks and checking integrity of liner, if liner uncompromised will submit Final C-141 requesting closure, if liner has been compromised, vertical/horizontal delineation will be conducted. If analytical results for TPH & BTEX are below RRAL's, Final C-141 will be submitted. If analytical results for TPH & BTEX are above RRAL's a work plan will be submitted. **Depth to Ground Water: 50-99'** (approx. 50'), **Wellhead Protection Area: No**, **Distance to Surface Water Body: >1000'**, **SITE RANKING IS 10**. Based on battery being lined, **Yates Petroleum Corporation requests closure.**

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 Supervisor 	
Title: Environmental Regulatory Agent	Approval Date: <u>2.19.09</u>	Expiration Date: <u>4.19.09</u>
E-mail Address: boba@ypcnn.com	Conditions of Approval:	
Date: Tuesday, February 10, 2009	Phone: 505-748-4217	
Submit Final C-141 by <u>2.19.09</u>		Attached <input type="checkbox"/> IRP# <u>09.2.2090</u>

* Attach Additional Sheets If Necessary

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