

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 98210
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

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

nkmw 1102537654

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street	API Number 30-015-32666	Telephone No. 575-748-1471
Facility Name Gem Dandy BCG State Com. #1	Facility Type Pumping Unit	
Surface Owner Fee	Mineral Owner State	Lease No. VA-1750

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
L	35	16S	27E	1980	South	660	West	Eddy

Latitude 32.87691 Longitude 104.25475

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 30 B/O	Volume Recovered 25 B/O
Source of Release Pumping Unit	Date and Hour of Occurrence 1/4/2011 AM	Date and Hour of Discovery 1/4/2011 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 II	
By Whom? Robert Asher, Yates Petroleum Corporation	Date and Hour 1/4/2011 AM (telephone & email)	
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.* Tubing valve on well left shut. Well shut off, called vacuum truck and closed packing rams.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 10' X 70', all on well pad. Vacuum truck called to pick up remaining oil, impacted soils to be scraped up and taken to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis run for TPH & BTEX. 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's a work plan will be submitted. Depth to Ground Water: 50-99' (approximately 70', Section 27-T16S-R27E, per NMOSE), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10.		
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.		

OIL CONSERVATION DIVISION

Signature: <i>Robert Asher</i>	Approved by District Supervisor: <i>Mike Bratcher</i>	
Printed Name: Robert Asher	Approval Date: <u>2/24/2011</u>	Expiration Date:
Title: Environmental Regulatory Agent	Conditions of Approval:	
E-mail Address: boba@ypenn.com	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	Attached <input type="checkbox"/>
Date: Thursday, January 13, 2011	Phone: 575-748-1471	

3/24/2011

2RP-575

* Attach Additional Sheets If Necessary



New Mexico Office of the State Engineer Wells with Well Log Information

(quarters are 1=NW 2=NE 3=SW 4=SE)
(quarters are smallest to largest) (NAD83 UTM in meters)

POD Number	Sub basin	Use	County	Source	6416' 4"	Sec.	Tws.	Rng.	X	Y	Start Date	Finish Date	Log File Date	Depth Well	Depth Water
RA 00399	DOM	ED	Shallow	2 3 31	16S	27E	563583	3637879*	03/04/1957	03/04/1957	04/08/1957				
RA 02550	DOM	ED	Shallow	3 3 1	27	16S	27E	567884	3639835*			06/04/1951		83	
RA 02550 REPAR	DOM	ED	Shallow	3 3 1	27	16S	27E	567884	3639835*	04/15/1963	04/17/1963	05/10/1963		180	70
RA 04176	OBS	XX		3 4 1	23	16S	27E	569885	3641470*			03/20/1961		300	

Record Count: 4

PLSS Search:

Township: 16S Range: 27E

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

Bratcher, Mike, EMNRD

From: Bob Asher [BobA@yatespetroleum.com]
Sent: Tuesday, January 04, 2011 3:42 PM
To: Bratcher, Mike, EMNRD
Cc: Jerry Fanning
Subject: Release (Gem Dandy BCG State Com. #1)

Mike,

Yates Petroleum Corporation is reporting a release at the following location.

Gem Dandy BCG State Com. #1
30-015-32666
Section 35, T16S-R27E
Eddy County, New Mexico

Release: Approximately 30 B/O
Recovered: Unknown at this time

A C-141 Initial Report will be submitted to your office with complete information.

Thank you.

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