

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

*NMLB1023125538*

OPERATOR

Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amanda Trujillo
Address 104 S. 4 <sup>TH</sup> Street	Telephone No. 575-748-1471	
Facility Name Louise AYI #1	API Number 30-015-31625	Facility Type gas well
	Order Number 2RP- <i>428</i>	
Surface Owner fee	Mineral Owner fee	Lease No. 025575

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	25	21S	26E	1859	South	660	East	Eddy

NATURE OF RELEASE

Type of Release Condensate	Volume of Release 170 bbl	Volume Recovered 12 bbl
Source of Release Hole in bottom of tank	Date and Hour of Occurrence August 16, 2010	Date and Hour of Discovery August 16, 2010 1:30
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/Artesia	
By Whom? Amanda Trujillo - Yates Petroleum Corporation	Date and Hour 08/16/2010 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.* A storage tank containing condensate developed a hole in the bottom, fluid leaked out of this hole. A vacuum truck was called to pick up standing fluids. The battery was lined.		

**RECEIVED**  
MAR 11 2011  
NMOCD ARTESIA

Describe Area Affected and Cleanup Action Taken.\*  
An approximate size of 100' x 25' was impacted. The impacted area is located around the tanks within the berm. Soil from the pooling areas will be excavated and disposed of at an NMOCD approved facility. Crews excavating contaminated soils will place directly onto plastic. Vertical and horizontal delineation samples will be taken and analysis run for TPH and BTEX once all contaminated material has been removed. **Depth to Ground Water: <50' (approx. 32', per New Mexico Office of the State Engineer); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 20. Based on site ground water quality and enclosed analytical results.**

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: <i>A Trujillo</i>	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Amanda Trujillo	Approved by <i>Mike Bratcher</i>	
Title: Environmental Scientist	Approval Date: <b>MAR 14 2011</b>	Expiration Date: <i>NA</i>
E-mail Address: atrujillo@yatespetroleum.com	Conditions of Approval: <i>Final</i>	Attached <input type="checkbox"/>
Date: Monday, February 28, 2011      Phone: 575-748-4310		

\* Attach Additional Sheets If Necessary

*2RP-428*