

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**

*nkmw 11/21/2039* OPERATOR  Initial Report  Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 <sup>TH</sup> Street	Telephone No. 575-748-1471	
Facility Name Dagger Draw Water System	API Number 30-015-26299	Facility Type Water Line
Surface Owner Fee	Mineral Owner State	Lease No.

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	1	20N	24E					Eddy

Latitude 32.60511 Longitude 104.54680

**NATURE OF RELEASE**

Type of Release Produced Water	Volume of Release 100 B/PW	Volume Recovered 80 B/PW
Source of Release Water line	Date and Hour of Occurrence 6/22/2010: PM	Date and Hour of Discovery 6/22/2010: PM
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? Robert Asher/Yates Petroleum Corporation	Date and Hour 6/22/2010 (Voicemail & e-mail)	
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.* Dresser sleeve on buried poly line developed hole, causing release. Vacuum truck called, line repaired.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 5' X 25'. Water line is located approximately 0.2 miles west of the Cooper AHH State #1 Tank Battery. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX. Chlorides will be documented. If results are above RRAL's for TPH & BTEX with the site ranking of zero (0), a work plan or corrective action plan will be submitted. If results are below RRAL's for TPH & BTEX with the site ranking of ten (10), a Final Report C-141 will be submitted requesting closure. <b>Depth to Ground Water: &gt;100' (approximately 300' per the New Mexico Office of the State Engineer), Wellhead Protection Area: No, Distance to Surface Water Body: &gt;1000', SITE RANKING IS 0.</b>		
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>4/11/11</u> Expiration Date:
Title: Environmental Regulatory Agent	Conditions of Approval: Remediation per OCD Rules & Guidelines. <b>SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:</b>
E-mail Address: boba@yatespetroleum.com	attached <input type="checkbox"/>
Date: Monday, June 28, 2010 Phone: 575-748-4217	<u>5/11/11</u>

\* Attach Additional Sheets If Necessary

*2 RP 729*



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**FACSIMILE TRANSMITTAL SHEET**

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TO: Mike Bratcher	FROM: Robert Asher
FAX NUMBER: 9-748-9720	DATE: Monday, June 28, 2010
COMPANY: NMOCD	TOTAL NO. OF PAGES INCLUDING COVER: 2
RE: C-141; Dagger Draw Water System	NOTES/COMMENTS: Initial Report (6/22/2010 Release)

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URGENT     FOR REVIEW     PLEASE COMMENT     PLEASE REPLY     PLEASE RECYCLE

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ADDITIONAL NOTES & COMMENTS:

Call me if you have any questions, 575-748-4217.

Thank you.

Robert Asher

Environmental Regulatory Department

105 SOUTH FOURTH STREET • ARTESIA, NEW MEXICO 88210-2118  
PHONE: 575-748-4217 (DIRECT) • FAX: 575-748-4662