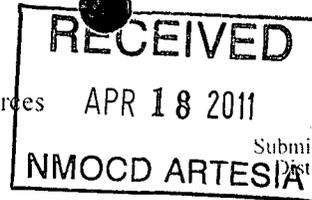


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1391 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nkmw1111034072

Release Notification and Corrective Action
OPERATOR Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Amanda Trujillo
Address 104 S. 4 TH Street	Facility Name Nickson BM #2	Telephone No. 575-748-1471
Facility Name Nickson BM #2	API Number 30-015-20775	Facility Type Flowline
Surface Owner Fee	Mineral Owner Fee	Order Number 2RP-748
Lease No.		

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	30	18S	26E	330	NORTH	330	East	EDDY

NATURE OF RELEASE

Type of Release WATER <i>POTENTIAL WATER</i>	Volume of Release 50	Volume Recovered 30
Source of Release PVC waterline under ground	Date and Hour of Occurrence 4/11/2011	Date and Hour of Discovery 4/11/2011 - 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? Bob Asher - Yates Petroleum Corporation	Date and Hour 04/12/2011 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.* PVC waterline broke approximately 100 yards from well. Wells were shut in and water pumps off. Line was dug up and repaired. Vacuum trucks were dispatched to retrieve standing fluid and contractors were dispatched to remove contaminated soil and make necessary repairs.		
Describe Area Affected and Cleanup Action Taken.* An approximate size of 2' x 450' was impacted. The impacted area is located approximately 100 from well. Fluid ran along road to the Northeast. Vertical and horizontal delineation samples will be taken and analysis ran for TPH and BTEX once all contaminated material has been removed. Depth to Ground Water: >100' (approx. 190', per New Mexico State Engineers office); Wellhead Protection Area: No; Distance to Surface Water Body: >1000'; SITE RANKING IS 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: <i>[Signature]</i>	OIL CONSERVATION DIVISION	
Printed Name: Amanda Trujillo	Approved by District Supervisor: <i>[Signature]</i>	
Title: Environmental Scientist	Approval Date: <i>4/20/11</i>	Expiration Date:
E-mail Address: atrujillo@yatespetroleum.com	Conditions of Approval: Testing required for chlorides and/or any potential contaminant	Attached <input type="checkbox"/>
Date: Monday, April 18, 2011 Phone: 575-748-4310	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

* Attach Additional Sheets If Necessary

PROPOSAL NOT LATER THAN:

5/20/11

2 RP-748

Bratcher, Mike, EMNRD

From: Amanda Trujillo [atrujillo@yatespetroleum.com]
Sent: Monday, April 18, 2011 4:11 PM
To: Bratcher, Mike, EMNRD
Subject: Release (Nickson BM Battery)
Attachments: Nickson BM #2 (Initial 4-11-11).pdf

C-141 attached

Amanda N. Trujillo
Environmental Scientist
Yates Petroleum Corporation
Office 575-748-4310
Cell 575-703-6537
Email atrujillo@yatespetroleum.com

-----Original Message-----

From: Bob Asher
Sent: Tuesday, April 12, 2011 3:12 PM
To: '(mike.bratcher@state.nm.us)'
Cc: Jerry Fanning; Amanda Trujillo
Subject: Release (Nickson BM Battery)

Mike,

Yates Petroleum Corporation is reporting a release that was discovered this morning, 4/12/2011 at the following location.

Nickson BM Battery
30-015-2014
Section 30, T18S-R26E
Eddy County, New Mexico

Released: approximately 100 B/PW from a flowline or pipeline.

Crews sent to repair line and recover any released water. No further information at this time.

Thank you.

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

Bratcher, Mike, EMNRD

From: Bob Asher [BobA@yatespetroleum.com]
Sent: Tuesday, April 12, 2011 3:12 PM
To: Bratcher, Mike, EMNRD
Cc: Jerry Fanning; Amanda Trujillo
Subject: Release (Nickson BM Battery)

Mike,

Yates Petroleum Corporation is reporting a release that was discovered this morning, 4/12/2011 at the following location.

Nickson BM Battery
30-015-2014
Section 30, T18S-R26E
Eddy County, New Mexico

Released: approximately 100 B/PW from a flowline or pipeline.

Crews sent to repair line and recover any released water. No further information at this time.

Thank you.

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