

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

AKMw 11114011 OPERATOR Initial Report Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street		Telephone No. 505-748-1471
Facility Name Melson ZS Federal #1	API Number 30-015-25171	Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-31649
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LOCATION OF RELEASE

Unit Letter P	Section 8	Township 26S	Range 30E	Feet from the 560	North/South Line South	Feet from the 660	East/West Line East	County Eddy
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Latitude 32.05132 Longitude 103.89634

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 30 B/PW	Volume Recovered 5 B/PW
Source of Release Water Pump	Date and Hour of Occurrence 8/30/2009 AM	Date and Hour of Discovery 8/30/2009 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 District II	
By Whom? Robert Asher/YPC Environmental	Date and Hour 9/1/2009 PM, 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.*
Water pump at battery was stolen, causing water tank to overflow. Vacuum truck called.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 60' X 10' inside bermed battery, small amount outside battery. Produced water picked up. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides results for documentation, YPC will delineate to try and show decreasing levels of chlorides). If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD-requesting closure. **Depth to Ground Water: >100' (approximately 173', per the New Mexico Office of the State Engineer), 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>Robert Asher</i>	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor: Signed By: <i>Mike Bratcher</i>	
Title: Environmental Regulatory Agent	Approval Date: <i>9/21/11</i>	Expiration Date:
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	
Date: Wednesday, September 09, 2009 Phone: 575-748-4217	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

PROPOSAL NOT LATER THAN:
5/21/11 *2 RP-756*



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	Twp	30E	Ring	X	Y	Start Date	Finish Date	Log File	Depth Well	Depth Water
C 01360	IND	ED	Shallow	4 3 3	05	26S	30E			603001	3548195*	04/26/1952	05/15/1952	11/17/1953	770	173
C 01361	IND	ED	Shallow	3 4 3	05	26S	30E			603205	3548201*	05/16/1952	06/01/1952	11/17/1953	775	184
C 02165	PRO	ED	Shallow		24	26S	30E			610036	3544121*	05/02/1988	05/02/1988	05/05/1988	440	180

Record Count: 3

PLSS Search:

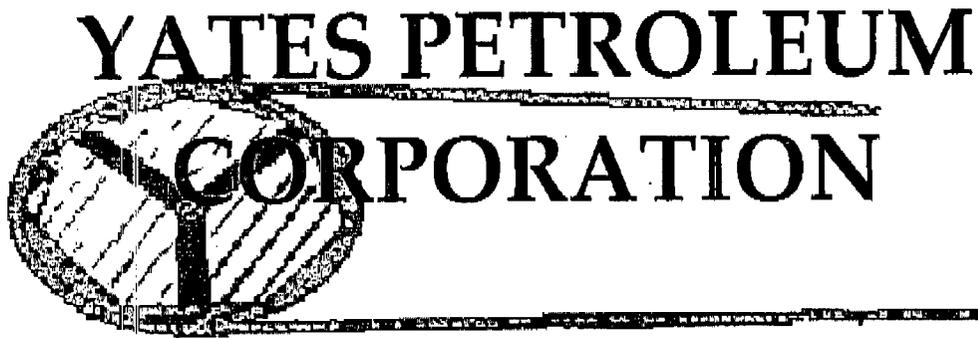
Township: 26S

Range: 30E

*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.

9/8/09 4:53 PM



FACSIMILE TRANSMITTAL SHEET

TO: Mike Bratcher	FROM: Robert Asher
FAX NUMBER: 9-748-9720	DATE: Wednesday, September 09, 2009
COMPANY: NMOCD	TOTAL NO. OF PAGES INCLUDING COVER: 3
RE: C-141; Melson ZS Federal #1	NOTES/COMMENTS: Initial Report (8/30/2009 Release)

URGENT FOR REVIEW PLEASE COMMENT PLEASE REPLY PLEASE RECYCLE

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