

MARTIN YATES, III

1912-1985

FRANK W. YATES

1936-1986

S.P. YATES

1914-2008



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118
TELEPHONE (575) 748-1471

JOHN A. YATES
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CHIEF FINANCIAL OFFICER

May 3, 2011

Mr. Mike Bratcher
NMOCD District II
1301 W. Grand Ave.
Artesia, NM 88210

RE: Wright JA #5
2RP-701
30-015-24939
Section 34, T18S-R26E
Eddy County, New Mexico

Dear Mr. Bratcher,

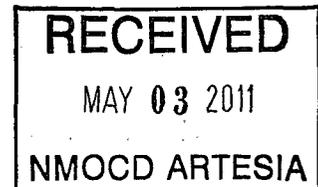
Enclosed please find a Form C-141, Final Report for the above captioned site regarding the release on January 30, 2009 (2 B/O and 4 B/PW released with 0 B/O and 0 B/PW recovered). The C-141 Initial Report was submitted to your office on February 6, 2009 by Mike Stubblefield. Impacted soils around the release area (north of the pumping unit) were excavated and hauled to an NMOCD approved facility. Vertical and horizontal delineation samples were taken on 3/19/2009 and analyzed for TPH and BTEX (chlorides are for documentation) these samples were sent to an NMOCD approved laboratory. Yates Petroleum Corporation requests closure based on the impacted soils excavated/hauled and analytical results.

Thank you.

YATES PETROLEUM CORPORATION

Robert Asher
Environmental Regulatory Agent

Enclosure(s)
/rca



FEB - 6 2009



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

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

Release Notification and Corrective Action

MKMW 1109452838

OPERATOR

X Initial Report Final Report

Name of Company Yates Petroleum Corporation	Contact Mike Stubblefield
Address 105 South 4 th Street, Artesia, N.M. 88210	Telephone No. 505-748-4500 505-513-1712
Facility Name Wright JA #5 #3 30-015-24939	Facility Type Producing Oil well.

Surface Owner Fee	Mineral Owner.	Lease No.
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	34	18s	26e	1650'	FNL	2310'	FWL	Eddy

Latitude ___ Longitude

NATURE OF RELEASE

Type of Release Hydrocarbon & Produced water.	Volume of Release 2 bbls Hydrocarbon & 4 bbls Produced water.	Volume Recovered 0 bbls Hydrocarbon 0 bbls Produced Water.
Source of Release Flowline.	Date and Hour of Occurrence 1/30/2009 10:00am	Date and Hour of Discovery same
Was Immediate Notice Given? Yes No X Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	
If a Watercourse was Impacted, Describe Fully.*		

Describe Cause of Problem and Remedial Action Taken.*
Scale plugged the 2" polyline causing the line to rupture. The release occurred on location 10' north of the pumping unit. A section of the poly was removed from service the line was repaired and then placed back into service.

Describe Area Affected and Cleanup Action Taken.
The impacted area was located on location due north of the wellhead. The soil in the area is loamy soil over laying Caliches. The weather at the time of the release was dry and clear. The impacted area was measured to be 25'x15'. The visibly impacted soil was excavated and then hauled to an NMOCD approved Solid waste disposal facility. Soil samples will be taken for analytical from the excavated area. The soil samples will be submitted to a second party Lab. The TPH will be analyzed using EPA method 8015M; B-TEX will be analyzed using EPA method 8021B. When analytical results report the TPH and B-TEX to be under the RRAL for the site, the excavation will be concluded and the excavated area back filled back to grade using clean soil. A final C-141 form will then be submitted to the NMOCD requesting closure for the release that occurred on 1/18/2009.
Site ranking Depth to ground water - 50'-100', Wellhead protection area - > 1000', Distance to surface water body - > 1000' site ranking score - 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.

Signature: *Mike Stubblefield*

Printed Name: Mike Stubblefield

Title: Environmental Regulatory Agent

E-mail Address: mikes@ypcnm.com

Date: 2/6/2009 Phone: 505-748-4500

OIL CONSERVATION DIVISION

Approved by District Supervisor *Mike Brannon*

Approval Date: *4/4/11* Expiration Date:

Conditions of Approval:
 Remediation per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: *5/4/11*

Attached

Attach Additional Sheets If Necessary *Amended C-141 form for C

2RP-701



PHONE (575) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR
 YATES PETROLEUM CORPORATION
 ATTN: BOB ASHER
 105 SOUTH 4TH STREET
 ARTESIA, NM 88210
 FAX TO: (575) 748-4635

Receiving Date: 03/25/09
 Reporting Date: 04/01/09
 Project Owner: 30-015-24939
 Project Name: WRIGHT JA #5
 Project Location: SEC. 34-18S-26E

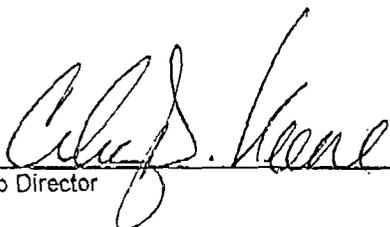
Sampling Date: 03/19/09
 Sample Type: SOIL
 Sample Condition: INTACT
 Sample Received By: ML
 Analyzed By: AB/ZL

LAB NO.	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/kg)	DRO (>C ₁₀ -C ₂₈) (mg/kg)	BENZENE (mg/kg)	TOLUENE (mg/kg)	ETHYL BENZENE (mg/kg)	TOTAL XYLENES (mg/kg)
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ANALYSIS DATE:	03/27/09	03/27/09	03/31/09	03/31/09	03/31/09	03/31/09
H17129-1 01 COMPOSITE SAMPLE FROM SURFACE EXCAVATED AREA ON LOCATION.	31.0	15,400	<0.050	0.058	0.380	0.851
H17129-2 02 GRAB SAMPLE FROM 1' BGS EXCAVATED AREA ON LOCATION.	<10.0	92.5	<0.050	<0.050	<0.050	<0.300
Quality Control	458	500	0.049	0.051	0.050	0.152
True Value QC	500	500	0.050	0.050	0.050	0.150
% Recovery	91.6	100	98.0	102	100	101
Relative Percent Difference	1.9	1.9	3.3	4.5	5.3	5.6

METHODS: TPH GRO & DRO - EPA SW-846 8015 M; BTEX - SW-846 8021B

TEXAS NELAP ACCREDITATION T104704398-08-TX FOR BENZENE, TOLUENE, ETHYL BENZENE,
 AND TOTAL XYLENES.


 Lab Director


 Date

H17129 BTEX8015 YATES

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.



ARDINAL LABORATORIES

101 East Marland, Hobbs, NM 88240
(575) 393-2326 Fax (575) 393-2476

Company Name: Yates Petroleum Corporation		BILL TO		ANALYSIS REQUEST									
Project Manager: Mike Stubblefield Bob Hsher		P.O. #:											
Address: 105 South 4th Street		Company: YPC											
City: Artesia State: N.M. Zip: 88210		Attn: Mike Stubblefield											
Phone #: 575-248-4500 Fax #: 575-248-4635		Address: 105 South 4th Street											
Project #: 30-015-24939 Project Owner:		City: Artesia											
Project Name: Wright JA #5		State: N.M. Zip: 88210											
Project Location: Sec. 34-18-26e		Phone #: 575-248-4600											
Sampler Name: Mike Stubblefield		Fax #: 575-248-4675											

FOR LAB USE ONLY		Lab I.D.	Sample I.D.	(G)RAB OR (C)OMP.	# CONTAINERS	MATRIX						PRESERV.			SAMPLING		DATE	TIME	TPH 8015m	B-TET
GROUNDWATER	WASTEWATER					SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE/COOL	OTHER								
		H17129-1	01 Composite sample from surface excavated area on location.	C			✓					✓			3/19/2009	9:30 AM	✓	✓		
		-2	02 Grab sample from 1' bgs excavated area on location.	G			✓					✓			3/19/2009	9:40 AM	✓	✓		

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Sampler Relinquished:	Date:	Received By:	Phone Result:	<input type="checkbox"/> No	Add'l Phone #:
<i>Mike Stubblefield</i>	Time:	<i>Mike Stubblefield</i>	Fax Result:	<input type="checkbox"/> No	Add'l Fax #:
Relinquished By:	Date:	Received By:	REMARKS:		
	Time:				
Delivered By: (Circle One)	Temp.:	Sample Condition	CHECKED BY:		
Sampler - UPS - Bus - Other:	12°C	Cool Intact <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> No <input type="checkbox"/> No	<i>MH/13</i>		

† Cardinal cannot accept verbal changes. Please fax written changes to 575-393-2476.

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