

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

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

NKMW 1101256551

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. 575-748-1471	
Facility Name Jackson EM Com. #1	API Number 30-015-21564	Facility Type Battery
Surface Owner Fee	Mineral Owner Fee	Lease No.

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	25	17S	25E	660	South	1980	East	Eddy

Latitude 32.80084 Longitude 104.43566

NATURE OF RELEASE

Type of Release Condensate & Produced water	Volume of Release 54 B/C & 9 B/PW	Volume Recovered 0 B/C & 0 B/PW
Source of Release Load line valve	Date and Hour of Occurrence 2/11/2010, PM	Date and Hour of Discovery 2/11/2010, 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/YPC Environmental	Date and Hour 2/12/2010 PM (telephone & 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.* Load line valve froze and cracked.		

RECEIVED
MAY 05 2011
NMOCD ARTESIA

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 10' X 25'. No condensate to recover. Vertical/horizontal delineation to determine extent of impacted soils. Work plan to be submitted based on delineation results. **Depth to Ground Water: >100' (approx. 150'; Section 25, T17S-R25E; New Mexico Office of the State Engineer), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on work completed per work plan, impacted soils excavated/hailed, depth to ground water greater than 100' and enclosed analytical results, Yates Petroleum Corporation requests closure.**

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:	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: <u>5/6/2011</u>	Expiration Date: <u>N/A</u>
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: <u>NA Final</u>	Attached <input type="checkbox"/>
Date: Thursday, May 05, 2011	Phone: 575-748-4217	2RP- <u>550</u>

* Attach Additional Sheets If Necessary