

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

30-015-32666

Release Notification and Corrective Action

nMLB01211054576

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 GEM DANDY BCG STATE COM. #1	API Number 30-015-32666	Facility Type WELL
Surface Owner STATE	Mineral Owner STATE	Lease No. VA-1750



LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
L	35	16S	27E	1980	SOUTH	660	WEST	EDDY

Latitude 32.87696 Longitude 104.25423

NATURE OF RELEASE

Type of Release CRUDE OIL	Volume of Release 10 B/O	Volume Recovered 1 B/O
Source of Release STUFFING BOX	Date and Hour of Occurrence 4/5/2006 PM	Date and Hour of Discovery 4/5/2006 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.* A COW SHUT VALVE ON FLOWLINE CAUSING THE STUFFING BOX TO LEAK. VALVE RE-OPENED AND VALVE HANDLE REMOVED. IMPACTED SOIL TO BE EXCAVATED, PLACED ON PLASTIC AND BERMED.		
Describe Area Affected and Cleanup Action Taken.* AN APPROXIMATE AREA OF 110' X 110' NORTH OF THE WELL HEAD. VACUUM TRUCK WAS CALLED TO PICK UP STANDING FLUID. AREA TO BE EVALUATED AND WORK PLAN SUBMITTED BASED ON SITE RANKING OF 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: 	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor: TIM GUM by MB 	
Title: Environmental Regulatory Agent	Approval Date: 4/25/06	Expiration Date:
E-mail Address: boba@ypenm.com	Conditions of Approval:	Attached <input checked="" type="checkbox"/>
Date: Thursday, April 13, 2006	Phone: 505-748-1471	

* Attach Additional Sheets if Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Yates Petroleum Corporation
105 S. 4th Street
Artesia, NM 88210
ATTN: Environmental Department

April 20, 2006

Reference: Gem Dandy BCG State Com 001 L-35-16s-27e API: 30-015-32666

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Initial Report Form C-141 (form) reporting a release of produced fluids that occurred at the above referenced location on 4/5/06. The form indicates the site will be evaluated and a work plan submitted based on a site ranking of 10 (points). Please provide the work plan or intent for clean up of this release no later than May 22, 2006. If work has been performed at site, please provide a status update of the site.

If I can be of assistance in this matter, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Bratcher".

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
(505) 748-1283 Ext. 108
(505) 626-0857
Mike.Bratcher@state.nm.us