

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

DEC 21 2007 Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form
OCD-ARTESIA

Release Notification and Corrective Action

OPERATOR

Initial Report X Final Report

Name of Company Yates Petroleum Corporation	Contact Mike Stubblefield
Address 105 South 4 th Street, Artesia, N.M. 88210	Telephone No. 505-7484500 505-513-1712
Facility Name Little Box Canyon Aox #1	Facility Type Gas well

Surface Owner Federal	Mineral Owner	Lease No.
30-015-24747		

LOCATION OF RELEASE

Unit Letter E	Section 7	Township 21s	Range 22e	Feet from the 1980'	North/South Line FNL	Feet from the 1190'	East/West Line FWL	County Eddy
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Latitude 32.49428 Longitude 104.74469

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 20 bbls Produced Water	Volume Recovered 0
Source of Release Flow line	Date and Hour of Occurrence 10/17/2007 8:00am	Date and Hour of Discovery 10/17/2007 8:00am
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.* The stock tank developed a hole. The stock tank was repaired.		
Describe Area Affected and Cleanup Action Taken.* The impacted area was the bermed area of the tank battery. Soil samples were taken from the impacted soil on 11/8/07. Analytical results reported the TPH & B-tex to be below the RRAL for the site. Chlorides at the surface of the impacted area were reported to be 10,100 ppm. The Chlorides declined to 3720 ppm at a depth of 3'. A remediation action work plan was submitted to OCD on 11/21/07. Gerry Guye approved the risk based closure as presented by the Remediation action work plan on 11/26/07 See attached analytical results Yates Petroleum Corporation request closure for the release that occurred on 10/17/2007. Depth to ground water > 100', Wellhead protection area > 1000', Distance to surface water body > 1000' Site ranking 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.		

OIL CONSERVATION DIVISION

Signature: <i>Mike Stubblefield</i>	Approved by District Supervisor: <i>Gerry Guye</i>	
Printed Name: Mike Stubblefield	Approval Date: JAN 02 2008	
Title: Environmental Regulatory Agent	Expiration Date:	Attached <input type="checkbox"/>
E-mail Address: mikes@ypcnm.com	Conditions of Approval:	
Date: 12/20/2007	Phone: 505-748-4500	

Attach Additional Sheets If Necessary



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

ANALYTICAL RESULTS FOR
YATES PETROLEUM CORP.
ATTN: MIKE STUBBLEFIELD
105 SOUTH 4th STREET
ARTESIA, NM 88210
FAX TO: (575) 748-4635

DEC 21 2007
OCD-ARTESIA

Receiving Date: 11/07/07
Reporting Date: 11/12/07
Project Number: NOT GIVEN
Project Name: LITTLE BOX CANYON AOX #2
Project Location: SEC. 7-21S-22E

Analysis Date: 11/08/07
Sampling Date: 11/07/07
Sample Type: SOIL
Sample Condition: COOL & INTACT
Sample Received By: SB
Analyzed By: KS

LAB NUMBER	SAMPLE ID	Cl ⁻ (mg/Kg)
H13662-1	001 TNK. BTTY BERM. AR. SURF.	10100
H13662-2	002 TNK. BTTY BERM. AR. 1' DPTH.	4400
H13662-3	003 TNK. BTTY BERM. AR. 3' DPTH.	3720
Quality Control		500
True Value QC		500
% Recovery		100
Relative Percent Difference		<0.1

METHOD: Std. Methods

4500-Cl⁻B

NOTE: Analyses performed on 1:4 w:v aqueous extracts.

Kirsten Supto
Chemist

11/12/07
Date

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DEC 21 2007
OCD-ARTESIA

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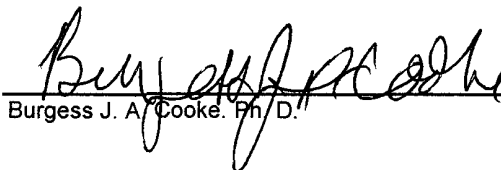
ANALYTICAL RESULTS FOR
YATES PETROLEUM CORP.
ATTN: MIKE STUBBLEFIELD
105 SOUTH 4th STREET
ARTESIA, NM 88210
FAX TO: (575) 748-4635

Receiving Date: 11/07/07
Reporting Date: 11/08/07
Project Number: NOT GIVEN
Project Name: LITTLE BOX CANYON AOX #2
Project Location: SEC. 7-21S-22E

Sampling Date: 11/07/07
Sample Type: SOIL
Sample Condition: COOL & INTACT
Sample Received By: SB
Analyzed By: BC

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)
ANALYSIS DATE:		11/08/07	11/08/07	11/07/07	11/07/07	11/07/07	11/07/07
H13662-1	001 TNK. BTTY BERM. AR. SURF.	<10.0	30.7	<0.002	<0.002	<0.002	<0.006
H13662-2	002 TNK. BTTY BERM. AR. 1' DPTH.	<10.0	308	<0.002	<0.002	<0.002	<0.006
H13662-3	003 TNK. BTTY BERM. AR. 3' DPTH.	<10.0	<10.0	<0.002	<0.002	<0.002	<0.006
Quality Control		749	780	0.101	0.104	0.106	0.306
True Value QC		800	800	0.100	0.100	0.100	0.300
% Recovery		93.7	97.5	101	104	106	102
Relative Percent Difference		3.4	5.4	6.5	1.2	2.1	8.3

METHODS: TPH GRO & DRO - EPA SW-846 8015 M; BTEX - SW-846 8260.


Burgess J. A. Cooke, Ph.D.

11/8/07
Date

H13662A YATES

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(505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325) 673-7020

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

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Relinquished By:		Date:	Received By:	Phone Result:	<input type="checkbox"/> Yes	<input type="checkbox"/> No	Add'l Phone #:
ma. Steele		11/7/2007		Fax Result:	<input type="checkbox"/> Yes	<input type="checkbox"/> No	Add'l Fax #:
		Time:		REMARKS:			
		4:00 PM					
Relinquished By:		Date:	Received By:				
		Time:	Sue Barnes 11/7/07 4:00 PM				
Delivered By: (Circle One)		Sample Condition		CHECKED BY:			
Sampler - UPS - Bus - <u>Other</u>		Cool Intact		(Initials)			
		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		SB			
		<input type="checkbox"/> Yes <input type="checkbox"/> No					
		<input type="checkbox"/> No <input type="checkbox"/> No					

† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476