

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
JAN - 9 2008
OCD-ARTESIA

Release Notification and Corrective Action

OPERATOR

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. 505-7484500 505-513-1712
Facility Name Value BCV State Com. #2 30-015-63510	Facility Type Drilling well
Surface Owner State	Mineral Owner Lease No.

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	2	8s	26c	660'	FNL	1980'	FEL	Chaves

Latitude 33.65427 Longitude 104.26467

NATURE OF RELEASE

Type of Release Brine water	Volume of Release 50 bbls	Volume Recovered 0 bbls
Source of Release Drilling pit	Date and Hour of Occurrence 7/13/2007 1:30pm	Date and Hour of Discovery same
Was Immediate Notice Given? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? O.C.D. Mike Bratcher's voice mail box.	
By Whom? Mike Stubblefield	Date and Hour 7/13/2007 2:45pm	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse	
If a Watercourse was Impacted, Describe Fully *		
Describe Cause of Problem and Remedial Action Taken.* During drilling operations a frac tank on the north west corner of the location collapsed and released brine water on location		
Describe Area Affected and Cleanup Action Taken The affected area was the location & along the NW corner of the reserve pit. The impacted soils were excavated & placed into the drilling pit when the release occurred. Additional impacted soil were excavated & placed into the encapsulation trench while closing the drilling pit at the Value BCV State Com #2 Soil samples were taken for analytical & submitted to a second party lab, and then tested for Chlorides. Final analytical results report the chlorides to be 64 ppm from the surface of the excavated area & 640 ppm at a depth of 10' below grade of the excavated area. Yates Petroleum Corporation is requesting closure for the release that occurred on 7/13/2007 Depth to ground water - >50', Wellhead protection area - > 1000', Distance to surface water body - >1000' Site ranking score 0 points.		
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>Mike Stubblefield</i>		OIL CONSERVATION DIVISION
Printed Name: Mike Stubblefield		Approved by District Supervisor: <i>[Signature]</i>
Title: Environmental Regulatory Agent		Approval Date: JAN 09 2008 Expiration Date:
E-mail Address: mikes@ypcnm.com		Conditions of Approval:
Date: 12/26/2007 Phone: 505-748-1500		Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary