

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 27 2007
OCD-ARTESIA

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

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 Wyatt BHT State #1 30-015-34553	Facility Type Drilling well

Surface Owner State	Mineral Owner	Lease No.
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LOCATION OF RELEASE

Unit Letter B	Section 6	Township 25s	Range 30e	Feet from the 330'	North/South Line FNL	Feet from the 2310'	East/West Line FWL	County Eddy
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Latitude 32.16557 Longitude 103.9192

NATURE OF RELEASE

Type of Release Diesel	Volume of Release 5.4 bbls	Volume Recovered 0 bbls
Source of Release Rig fuel tank	Date and Hour of Occurrence 10/9/2007 1:25pm	Date and Hour of Discovery 10/9/2007 1:25pm
Was Immediate Notice Given? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? New Mexico Environmental Dept./Stephen Connolly	
By Whom? Mike Stubblefield	Date and Hour 10/10/2007 11:30am	
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.*

Driver holed up to the front valve to unload diesel unaware that the valve at the back of the tank was in the open position, both of these fill lines are connected together and into a T at the top of the tank. After unloading approx 1000 gal. Diesel he noticed the fuel leaking and shut off pump, closed valve and continued to fill the tank.

Describe Area Affected and Cleanup Action Taken. The affected area is on the South west side of the location on the well pad & in an area off location which runs parallel with the edge of the location. Remediation actions were conducted by Ocotillo Environmental
The impacted soils from the release were excavated & hauled to and O.C.D approved solid waste disposal facility. Soil samples were taken from the excavated area and sent to a second party lab. Soil samples were tested for TPH & B-tex. The final analytical results reflect the TPH & B-tex to be under the RRAL for the site. See attached closure report as provided by Ocotillo Environmental. Yates Petroleum Corporation is requesting closure for the release that occurred on 10/9/2007 at the Wyatt BHT State #1
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 10 2008	Expiration Date:
E-mail Address: mikes@ypcnm.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 12/21/2007	Phone: 505-748-4500	