

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

30-015-33428

Release Notification and Corrective Action

nmlb 0615952053

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 DAZED BDZ FEDERAL COM. 2	API Number 30-015-33428	Facility Type WELL
Surface Owner FEDERAL	Mineral Owner FEDERAL	Lease No. NM-0230377-B

LOCATION OF RELEASE

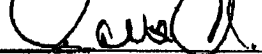

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	3	21S	24E	3400	SOUTH	660	WEST	EDDY

Latitude 32.51079 Longitude 104.49284

NATURE OF RELEASE

Type of Release CONDENSATE & PRODUCED WATER	Volume of Release 5 B/O and 5 B/W	Volume Recovered 0 B/O & 0 B/W
Source of Release WATER TANK	Date and Hour of Occurrence 4/3/2006 PM	Date and Hour of Discovery 4/3/2006 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.* WELL UNLOADED MORE WATER THAN NORMAL, CAUSING WATER TANK TO OVERFLOW. A SECOND TANK WILL BE INSTALLED.		
Describe Area Affected and Cleanup Action Taken.* AN APPROXIMATE AREA OF 105 SQ. FT. (5' X 35') INSIDE THE BERMED AREA WITH SMALL AMOUNT (1-2 BBLS) SOAKING OUTSIDE THROUGH THE BERM. IMPACTED SOIL DUG OUT AND PLACED ON PLASTIC. AREA WILL BE ASSESSED AND APPROPRIATE ACTION WILL BE TAKEN. 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 NMOC 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 NMOC 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, NMOC 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: 	TIM GUM	
Printed Name: Robert Asher	Approved by District Supervisor: by MB 	
Title: Environmental Regulatory Agent	Approval Date: 4/8/06	Expiration Date:
E-mail Address: boba@ypcnm.com	Conditions of Approval:	Attached <input checked="" type="checkbox"/>
Date: April 10, 2006	Phone: 505-748-1471	

* Attach Additional Sheets If Necessary

2RP-28