

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

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 TH Street	API Number 30-015-32666	Telephone No. 575-748-1471
Facility Name Gem Dandy BCG State Corn #1	Facility Type Pumping Unit	

Surface Owner Fee	Mineral Owner State	Lease No. VA-1750
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LOCATION OF RELEASE

Unit Letter L	Section 35	Township 16S	Range 27E	Feet from the 1980	North/South Line South	Feet from the 660	East/West Line West	County Eddy
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Latitude 32.87691 Longitude 104.25475

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 30 B/O	Volume Recovered 25 B/O
Source of Release Pumping Unit	Date and Hour of Occurrence 1/4/2011 AM	Date and Hour of Discovery 1/4/2011 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher, NMOCD II	
By Whom? Robert Asher, Yates Petroleum Corporation	Date and Hour 1/4/2011 AM (telephone & email)	
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.*
Tubing valve on well left shut. Well shut off, called vacuum truck and closed packing rams.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 10' X 70', all on well pad. Vacuum truck called to pick up remaining oil, impacted soils to be scraped up and taken to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX. If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results are above the RRAL's a work plan will be submitted. Depth to Ground Water: 50-99' (approximately 70', Section 27-T16S-R27E, per NMOSE). Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 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: <u>Robert Asher</u>	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor: <u>Mike Bratcher</u>	
Title: Environmental Regulatory Agent	Approval Date: <u>2/24/2011</u>	Expiration Date:
E-mail Address: <u>boba@ypcnm.com</u>	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	Attached <input type="checkbox"/>
Date: Thursday, January 13, 2011	Phone: 575-748-1471	

* Attach Additional Sheets If Necessary

3/24/2011

2RP-575