District 1 1625 N. French Dr , Hobbs, NM 88240 District II 811 South First, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

State of New Mexico Energy Minerals and Natural Resour Oil Conservation Division 20 2040 South Pacheco

Santa Fe, NM 87505

Form C-141 Revised March 17, 1999

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

2040 South Pacheco, Santa Fe, NM 87505 side of form Release Notification and Corrective **OPERATOR** Initial Report Final Report Yates Petroleum Corporation Contact David Haggith Name of Company 105 South Fourth Street Address Artesia, NM 88210 Telephone No. (505) 748 Facility Name Farnsworth Gas Unit B #1-E Facility Type Producing Well Surface Owner Mineral Owner Lease No. LOCATION OF RELEASE Unit Letter Feet from the North/South Line Feet from the Section Township Range East/West Line County

> North 9603 San Juan East

30N 13W 1040 NATURE OF RELEASE Type of Release Condensate/Produced Water Volume of Release 57 bbls Oil Volume Recovered 0 bbls Oil 0 bbls Water 25 bbls Water Source of Release Tank drain valve failure Date and Hour of Occurrence Date and Hour of Discovery 01/14/01 time unknown 01/15/01 4:00 pm Was Immediate Notice Given? If YES, To Whom?  $\mathbf{X}$ Steve Haden, OCD Farmington No Not Required By Whom? David Haggith Date and Hour 01/16/01 3:50 pm Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes X If a Watercourse was Impacted, Describe Fully.\* Describe Cause of Problem and Remedial Action Taken.\* Drain valve on back of tank froze and broke. Valve replaced. Contracting with a third party environmental firm to conduct site investigation and remediation if necessary. Describe Area Affected and Cleanup Action Taken.\* An area approximately 20' x 20' x 30" was affected by the release. Contaminated soil will be excavated and remediated in an on site land farm if necessary. 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 Signature: Approved by District Supervisor: David Haggith Printed Name: Environmental Coordinator, New Mexico Approval Date: **Expiration Date:** Attached Date: January 22, 2001 Phone: (505) 748-4223

\* Attach Additional Sheets If Necessary N DGF 0101757565