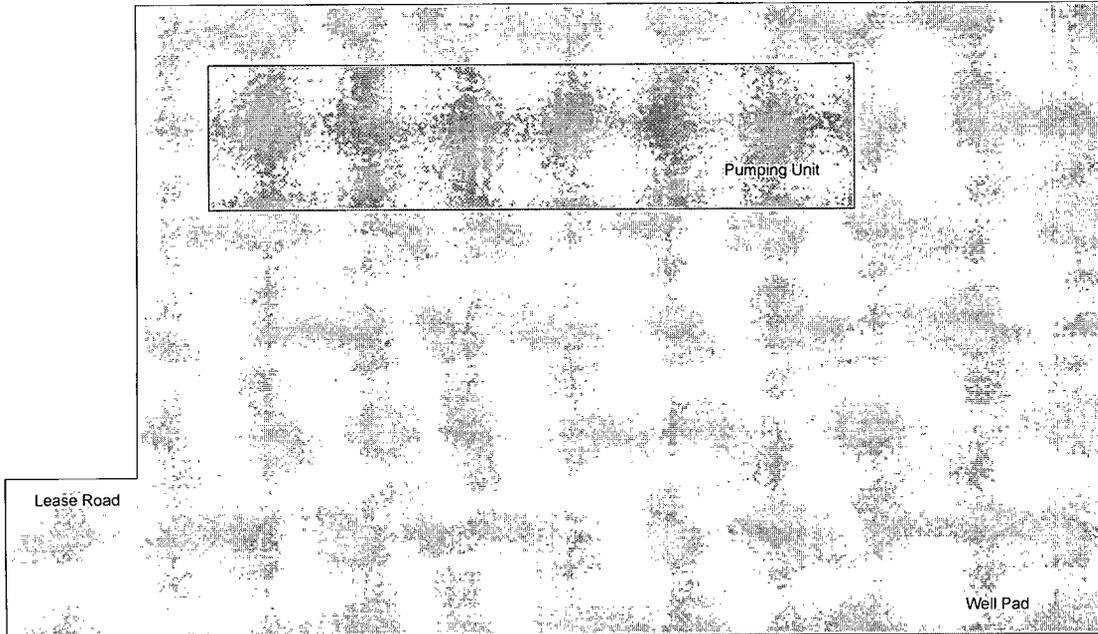
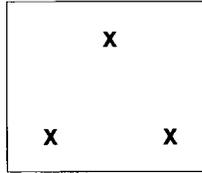


Release/Excavation/Sample Area



Analytical Report- H17129-1 & 2	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	15431	Chlorides
1	Release Area	3/19/2009	Comp/Auger	1'	0.8510	31	15400	13.2	5240
2	Release Area	3/19/2009	Comp/Auger	3'	ND	ND	92.5	ND	1800

Soils were excavated to a depth of 3' and taken to a NMOCD approved facility.

Analytical Report- 3B04005	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	TOTAL	Chlorides
Comp-4.0	Release Area	1/30/2013	Comp/Backhoe	4'					277
Comp-5.0	Release Area	1/30/2013	Comp/Backhoe	5'					125
Comp-6.0	Release Area	1/30/2013	Comp/Backhoe	6'					97.8

Site Ranking is Ten (10). Depth to Ground Water 50-99' (approx. 85', per NMSEO).

All results are ppm. X - Sample Points. Chlorides for documentation.

Released: 2 B/O & 4 B/PW; Recovered: 0 B/O & 0 B/PW. Release Date: 1/30/2009



Wright JA #5
30-015-24939
Section 34, T18S-R26E
Eddy County, NM

SAMPLE DIAGRAM(Not to Scale)

PBELAB# 42H10004 & 43B04005

Prepared by Robert Asher
YPC Environmental Division



PHONE (575) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR
 YATES PETROLEUM CORPORATION
 ATTN: BOB ASHER
 105 SOUTH 4TH STREET
 ARTESIA, NM 88210
 FAX TO: (575) 748-4635

Receiving Date: 03/25/09
 Reporting Date: 04/01/09
 Project Owner: 30-015-24939
 Project Name: WRIGHT JA #5
 Project Location: SEC. 34-18S-26E

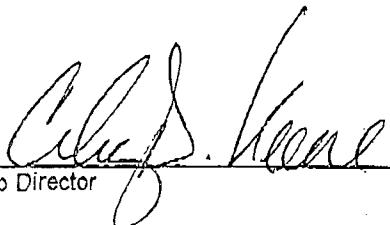
Sampling Date: 03/19/09
 Sample Type: SOIL
 Sample Condition: INTACT
 Sample Received By: ML
 Analyzed By: AB/ZL

LAB NO.	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/kg)	DRO (>C ₁₀ -C ₂₈) (mg/kg)	BENZENE (mg/kg)	TOLUENE (mg/kg)	ETHYL BENZENE (mg/kg)	TOTAL XYLENES (mg/kg)
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ANALYSIS DATE:	03/27/09	03/27/09	03/31/09	03/31/09	03/31/09	03/31/09
H17129-1 01 COMPOSITE SAMPLE FROM SURFACE EXCAVATED AREA ON LOCATION.	31.0	15,400	<0.050	0.058	0.380	0.851
H17129-2 02 GRAB SAMPLE FROM 1' BGS EXCAVATED AREA ON LOCATION.	<10.0	92.5	<0.050	<0.050	<0.050	<0.300
Quality Control	458	500	0.049	0.051	0.050	0.152
True Value QC	500	500	0.050	0.050	0.050	0.150
% Recovery	91.6	100	98.0	102	100	101
Relative Percent Difference	1.9	1.9	3.3	4.5	5.3	5.6

METHODS: TPH GRO & DRO - EPA SW-846 8015 M; BTEX - SW-846 8021B

TEXAS NELAP ACCREDITATION T104704398-08-TX FOR BENZENE, TOLUENE, ETHYL BENZENE,
 AND TOTAL XYLENES.


 Lab Director


 Date

H17129 BTEX8015 YATES

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

**PERMIAN BASIN
ENVIRONMENTAL LAB, LP
10014 SCR 1213
Midland, TX 79706**



Analytical Report

Prepared for:

Robert Asher
Yates Petroleum Corp.
105 S. Fourth St.
Artesia, NM 88210

Project: Wright JA #5
Project Number: 30-015-26722
Location: Eddy County, NM
Lab Order Number: 3B04005



NELAP/TCEQ # T104704156-12-1

Report Date: 02/06/13

Yates Petroleum Corp.
 105 S. Fourth St.
 Artesia NM, 88210

Project: Wright JA #5
 Project Number: 30-015-26722
 Project Manager: Robert Asher

Fax: (505) 748-4662

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
Comp-4.0 (48"-48")	3B04005-01	Soil	01/30/13 11:06	02-04-2013 09:29
Comp-5.0 (60"-60")	3B04005-02	Soil	01/30/13 11:10	02-04-2013 09:29
Comp-6.0 (72"-72")	3B04005-03	Soil	01/30/13 11:15	02-04-2013 09:29

**General Chemistry Parameters by EPA / Standard Methods
 Permian Basin Environmental Lab**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
Comp-4.0 (48"-48") (3B04005-01) Soil									
Chloride	277	1.05	mg/kg dry	1	EB30504	02/05/13	02/06/13	EPA 300.0	
% Moisture	5.0	0.1	%	"	EB30406	02/04/13	02/05/13	% calculation	
Comp-5.0 (60"-60") (3B04005-02) Soil									
Chloride	125	1.04	mg/kg dry	1	EB30504	02/05/13	02/06/13	EPA 300.0	
% Moisture	4.0	0.1	%	"	EB30406	02/04/13	02/05/13	% calculation	
Comp-6.0 (72"-72") (3B04005-03) Soil									
Chloride	97.8	1.08	mg/kg dry	1	EB30504	02/05/13	02/06/13	EPA 300.0	
% Moisture	7.0	0.1	%	"	EB30406	02/04/13	02/05/13	% calculation	

Yates Petroleum Corp.
105 S. Fourth St.
Artesia NM, 88210

Project: Wright JA #5
Project Number: 30-015-26722
Project Manager: Robert Asher

Fax: (505) 748-4662

Notes and Definitions

DET Analyte DETECTED
ND Analyte NOT DETECTED at or above the reporting limit
NR Not Reported
dry Sample results reported on a dry weight basis
RPD Relative Percent Difference
LCS Laboratory Control Spike
MS Matrix Spike
Dup Duplicate

Report Approved By:  Date: 2/6/2013

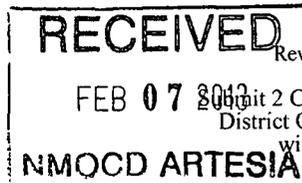
Brent Barron, Laboratory Director/Technical Director

This material is intended only for the use of the individual (s) or entity to whom it is addressed, and may contain information that is privileged and confidential.

If you have received this material in error, please notify us immediately at 432-661-4184.

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		Telephone No. 575-748-1471
Facility Name Wright JA #5	API Number 30-015-24939	Facility Type Well

Surface Owner Fee	Mineral Owner Fee	Lease No.
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	34	18S	26E	1650	North	2310	West	Eddy

Latitude 32.70688 Longitude 104.37042

NATURE OF RELEASE

Type of Release Oil & Produced Water	Volume of Release 2 B/O & 4 B/PW	Volume Recovered 0 B/O & 0 B/PW
Source of Release Flowline	Date and Hour of Occurrence 1/30/2009 AM	Date and Hour of Discovery 1/30/2009 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.*
Scale plugged the 2" polyline causing the line to rupture. The release occurred on location 10' north of pumping unit. A section of the polyline was removed from service; the line was repaired and then placed back in service.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 25' X 15'. The visibly impacted soils were excavated and taken to an OCD approved land disposal facility. Soil samples were taken and run for TPH & BTEX (chlorides are to show decreasing levels and for documentation). The excavation process was concluded and the area backfilled to grade using clean soils. **Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on enclosed analytical reports and impacted soils removed/hailed to an NMOCD approve facility, Yates Petroleum Corporation is requesting final closure.**

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>OIL CONSERVATION DIVISION</u>	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Thursday, February 07, 2013 Phone: 575-748-1471	2RP-701	

* Attach Additional Sheets If Necessary