

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 30-025-36883	Telephone No. 505-748-1471
Facility Name Micro Brew BEU Federal #1	Facility Type Well	
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-96237

LOCATION OF RELEASE

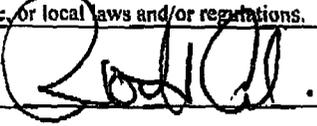
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	13	22S	32E	990	South	2310	East	Lea

Latitude 32.38720 Longitude 103.62678

NATURE OF RELEASE

Type of Release Crude Oil & Produced Water	Volume of Release 2 B/O & 3 B/PW	Volume Recovered 0 B/O & 0 B/PW
Source of Release Stuffing Box	Date and Hour of Occurrence 5/26/2006 - AM	Date and Hour of Discovery 5/26/2006 - 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.* Packing on well worn out causing fluids to leak around polished rod and onto ground. Well shut down, repacked well.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 3' X 30', on the pad. Contaminated soils to be excavated and area to be evaluated. SITE RANKING IS 0.		
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 DIVISION

Signature: 	Approved by District Supervisor:	
Printed Name: Robert Asher	Approval Date:	Expiration Date:
Title: Environmental Regulatory Agent	Conditions of Approval:	
E-mail Address: boba@ypcnm.com	Attached <input type="checkbox"/>	
Date: Friday, June 02, 2006	Phone: 505-748-1471	

* Attach Additional Sheets If Necessary

incident - n PAC0615634081
application - p PAC0615634256