

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 SHERRY BONHAM
Address 105 S 4 TH STREET		Telephone No. 505.748.1471
Facility Name GILL BGJ STATE I	API Number 30-025-37103	Facility Type WELL
Surface Owner FEE	Mineral Owner FEE	Lease No.


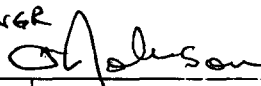
LOCATION OF RELEASE

Unit Letter L	Section 29	Township 9S	Range 35E	Feet from the 1650	North/South Line SOUTH	Feet from the 660	East/West Line WEST	County LEA
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Latitude 33.50238 Longitude 103.38888

100'

NATURE OF RELEASE

Type of Release PRODUCED WATER	Volume of Release 35 B/PW	Volume Recovered 25 B/PW
Source of Release WATER TANK	Date and Hour of Occurrence 10/4/06 7:00 AM	Date and Hour of Discovery 10/4/06 7:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? PAT CAPERTON VIA PHONE CALL	
By Whom? SHERRY BONHAM	Date and Hour 10/4/06 2:35 PM	
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.* WATER TRANSFER PUMP OVERLOAD TRIP CAUSING WATER TANK TO OVERFLOW. REPAIRED.		
Describe Area Affected and Cleanup Action Taken.* AN APPROXIMATE 20' X 18' AREA AFFECTED. PICKED UP ALL STANDING FLUIDS. IMMEDIATELY SCRAPED UP IMPACTED MATERIALS AND HAULED TO LAND FARM. SITE TO BE EVALUATED. 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.		
Signature: 		OIL CONSERVATION DIVISION
Printed Name: Sherry Bonham		Approved by District Supervisor: 
Title: Environmental Regulatory Agent		Approval Date: 10-20-06 Expiration Date:
E-mail Address: sherryb@ypcnm.com		Conditions of Approval:
Date: October 18, 2006 Phone: 505.748.1471		Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

Incident - NPAC0629232161
application - NPAC0629232252

RP# 1092