

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 <sup>TH</sup> STREET	API Number 30-025-29569	Telephone No. 505.748.1471
Facility Name SANMAY QUEEN UNIT #5		Facility Type WELL
Surface Owner STATE	Mineral Owner STATE	Lease No. LG-3345

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	I	17S	33E	1650	SOUTH	990	EAST	LEA

Latitude 32.86103 Longitude 103.61077

*WTR AD*

**NATURE OF RELEASE**

Type of Release PRODUCED WATER AND BASIC SEDIMENT	Volume of Release 40 B/PW & BS	Volume Recovered 30 B/PW & BS
Source of Release TANKS OVERFLOW	Date and Hour of Occurrence 04/01/07 4:00 PM	Date and Hour of Discovery 04/01/07 4:00 PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? PAT CAPERTON, NMOCD DIST I VIA VOICE MAIL AND FOLLOW UP E-MAIL	
By Whom? SHERRY BONHAM	Date and Hour 04/02/07 10:25 AM	
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 HAD SHORT IN PANEL RESULTING IN TANKS RUNNING OVER REPAIRED.

Describe Area Affected and Cleanup Action Taken.\*

AN APPROXIMATE 60' X 80' AREA WAS IMPACTED BY RELEASE. SITE TO BE EVALUATED.

Depth to Ground Water >100'; Wellhead protection? NO; Distance to Surface Water. 1000' 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 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: *Sherry Bonham*  
Printed Name: Sherry Bonham  
Title: Environmental Regulatory Agent  
E-mail Address: sherryb@ypenm.com  
Date: April 11, 2007 Phone: 505.748.1471

Approved by District Supervisor: *[Signature]*  
Approval Date: 4.13.07 Expiration Date: 6.13.07  
Conditions of Approval:  
Attached

\* Attach Additional Sheets If Necessary

*AP#1288*