

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. 505-748-1471
Facility Name Mudano VA State #1	API Number 30-015-20423	Facility Type Battery

Surface Owner State	Mineral Owner State	Lease No. VO-0120
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LOCATION OF RELEASE

Unit Letter K	Section 16	Township 23S	Range 31E	Feet from the 1980	North/South Line South	Feet from the 1980	East/West Line West	County Eddy
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Latitude 32.30252 Longitude 103.78442

NATURE OF RELEASE

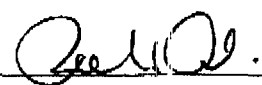
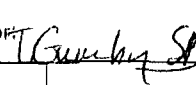
Type of Release Crude Oil & Produced Water	Volume of Release 3 B/O & 180 B/PW	Volume Recovered 0 B/O & 120 B/PW
Source of Release Pipe Line	Date and Hour of Occurrence 4/8/2008, AM	Date and Hour of Discovery 4/8/2008, AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD District II (Voicemail & E-mail)	
By Whom? Robert Asher/YPC Environmental Department	Date and Hour 4/8/2008, 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.*
Main 6" line behind battery ruptured. Shut down well, called vacuum truck and repaired line.

Describe Area Affected and Cleanup Action Taken.*
An approximate area of 142' X 12'. Vacuum truck picked up remaining produced water. Vertical and horizontal delineation will be conducted and corrective actions taken if needed. **Depth to Ground Water: >100' (approx. 125'), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', 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.

Signature: 	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by District Supervisor: 	
Title: Environmental Regulatory Agent	Approval Date: <u>4-23-08</u>	Expiration Date: <u> </u>
E-mail Address: boba@ypcnm.com	Conditions of Approval: REMEDATION WORK PLAN	Attached <input type="checkbox"/>
Date: Friday, April 18, 2008	Phone: 505-748-1471	

* Attach Additional Sheets If Necessary

SEB0811539345

DUE MAY 19, 2008
DATE

2RP-160