

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

JUN 05 2008  
OCD-ARTESIA



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**

*SEB0818456560*  
*PSB0818456445*

<b>OPERATOR</b>		X Initial Report	Final Report
Name of Company Yates Petroleum Corporation <i>25575</i>		Contact Mike Stubblefield	
Address 105 South 4 <sup>th</sup> Street, Artesia, N.M. 88210		Telephone No. 505-7484500 505-513-1712	
Facility Name Medano "VA" State Ut #10 30-015-27175		Facility Type Oil Well	
Surface Owner State	Mineral Owner State	Lease No. V-120	

**LOCATION OF RELEASE**

Unit Letter J	Section 16	Township 23s	Range 31e	Feet from the 1980'	North/South Line FSL	Feet from the 1980'	East/West Line FEL	County Eddy
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Latitude 32.30164 Longitude 103.77909

**NATURE OF RELEASE**

Type of Release Produced water & Hydrocarbon	Volume of Release 8 bbls produced water 15 bbls Hydrocarbon.	Volume Recovered 0 bbls PW 10 bbls Hydrocarbon
Source of Release 1" line blew out on pumping tee.	Date and Hour of Occurrence 5/24/2008 8:00am	Date and Hour of Discovery same
Was Immediate Notice Given? Yes No X Not Required	If YES, To Whom	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\* 1" line blew out on the pumping tee. A vacuum truck was called to location and standing fluids were recovered. The pumping tee was repaired.

Describe Area Affected and Cleanup Action Taken.\*

The impacted area was located around the well head and in a flow path running across the location. This area measured to be 142' x 12'. Soil samples will be taken for analytical from the impacted area. Soil samples will be sent to a second party lab & analysis ran for TPH & B-TEX and Chlorides. If the initial analytical results find the TPH & B-TEX to be over the RRAL. A work plan will be submitted to OCD for the correction of the hydrocarbons. When Analytical results reflect the TPH & B-tex to be under the RRAL. A final C-141 form will be submitted to the OCD requesting closure for the release that occurred on 5/24/2008. Final analytical results for the Chlorides will be evaluated and appropriate actions taken.

Depth to ground water > 100', Wellhead protection area > 1000', Distance to surface water body > 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.

Signature: <i>Mike Stubblefield</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Mike Stubblefield	Approved by District Supervisor: <i>TCunby SB</i>	
Title: Environmental Regulatory Agent	Approval Date: <i>7-2-08</i>	Expiration Date: <i>9-2-08</i>
E-mail Address: mikes@ypcnm.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 6/2/2008 Phone: 505-748-4500	<i>SUBMIT FINAL C-141 WITH DOCUMENTATION BY 9-2-08</i> <i>2RP-179</i>	

\* Attach Additional Sheets If Necessary

*SEB0818457311*  
*PSB0818457439*

Notify OCD 48 hours prior to  
obtaining samples where analyses  
are to be presented to OCD