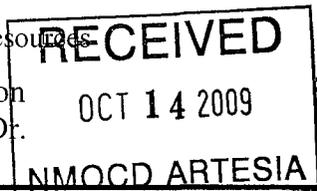


District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM 87505

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 105 South 4th Street, Artesia, NM 88210	Telephone No. 575-748-1471	
Facility Name Amole AMM Battery	API Number 30-015-27314	Facility Type Water Line
Surface Owner State	Mineral Owner State	Lease No. LG-864

LOCATION OF RELEASE

Unit Letter M	Section 16	Township 19S	Range 25E	Feet from the 760	North/South Line South	Feet from the 660	East/West Line West	County Eddy
------------------	---------------	-----------------	--------------	----------------------	---------------------------	----------------------	------------------------	----------------

Latitude 32.65569 Longitude 103.49575

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release Unknown	Volume Recovered 4 B/PW
Source of Release Water Line	Date and Hour of Occurrence 8/25/2009 AM	Date and Hour of Discovery 8/25/2009 PM
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 II	
By Whom? Jerry Fanning/YPC Environmental	Date and Hour 8/26/2009 AM, (voicemail & e-mail)	
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.*

Broken flange on 6" poly water line, flange broke due to expansion of poly, causing release. Vacuum truck called.

Describe Area Affected and Cleanup Action Taken.*

Area approximately 20' X 20', vacuum truck picked up remaining produced water or oil, impacted soils to be excavated and hauled to an approved NMOCD facility. Vertical and horizontal delineation samples were taken (8/26/2009) and analysis ran for TPH & BTEX (chlorides results for documentation) If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. **Depth to Ground Water: 50-99' (approximately 95' per New Mexico Office of the State Engineer), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on impacted soils excavated & hauled, enclosed analytical results, Yates Petroleum Corporation requests closure.**

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	
Title: Environmental Regulatory Agent	Approval Date: NOV 19 2009	Expiration Date: <i>n/a</i>
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: <i>n/a</i>	Attached <input type="checkbox"/>
Date: Monday, October 12, 2009 Phone: 575-748-4217	2RP-332	

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: Bratcher, Mike, EMNRD
Sent: Thursday, November 19, 2009 8:34 AM
To: 'Bob Asher'
Cc: Jerry Fanning; Amanda Trujillo
Subject: RE: Amole AMM Battery/NDDUP #41 (2RP-332)

Bob,

Based on the analytical data presented, your request to backfill the excavation at this site is approved.

Mike Bratcher
NMOCD District 2

From: Bob Asher [mailto:BobA@yatespetroleum.com]
Sent: Wednesday, November 18, 2009 1:31 PM
To: Bratcher, Mike, EMNRD
Cc: Jerry Fanning; Amanda Trujillo
Subject: Amole AMM Battery/NDDUP #41 (2RP-332)

Mike,

A C-141/Final Report, analyticals and a site sample diagram were submitted to your office on October 12, 2009 requesting closure. The surface owner has asked when the open excavation can be backfilled. Yates would like to request closure or permission to backfill upon your review of the closure documents.

If you have any questions, please call me.

Thank you.



Robert Asher
Yates Petroleum Corporation
boba@yatespetroleum.com
575-748-4217 (Office)
575-365-4021 (Cell)
575-748-4662 (Fax)

This inbound email has been scanned for malicious software and transmitted safely to you using Webroot Email Security.

MARTIN YATES, III
1912-1985
FRANK W. YATES
1936-1986
S.P. YATES
1914-2008

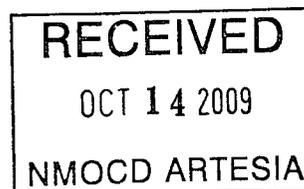


105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118
TELEPHONE (575) 748-1471

JOHN A. YATES
CHAIRMAN OF THE BOARD
PRESIDENT
JOHN A. YATES JR.
ASSISTANT TO THE PRESIDENT
JAMES S. BROWN
CHIEF OPERATING OFFICER
JOHN D. PERINI
CHIEF FINANCIAL OFFICER

October 12, 2009

Mr. Mike Bratcher
NMOCD District II
1301 West Grand
Artesia, NM 88210



Re: Amole AMM Battery (NDDUP #41)
2RP-332
30-015-27314
Section 16, T19S-R25E
Eddy County, New Mexico

Dear Mr. Bratcher,

Enclosed please find a Form C-141, Final Report for the above captioned site regarding the release on August 25, 2009 (unknown bbls of produced water with 4 bbls recovered). The release was from a broken flange on a 6" poly produced water line. Impacted soils were excavated on 8/25/2009 to a depth of nine (9) feet and taken to an NMOCD approved facility and samples were taken on that same day for delineation per the C-141, Initial Report. Those samples and samples from September 28, 2009 (e-mailed notification of sampling on 9/25/2009), were sent to an OCD approved laboratory for analysis (results are below RRAL's based on the site ranking, chloride results are for documentation). Site ranking is ten (10), with the depth to ground water 50-99'. Yates Petroleum Corporation requests closure. Upon closure approval clean, like soils will be used to backfill the excavation.

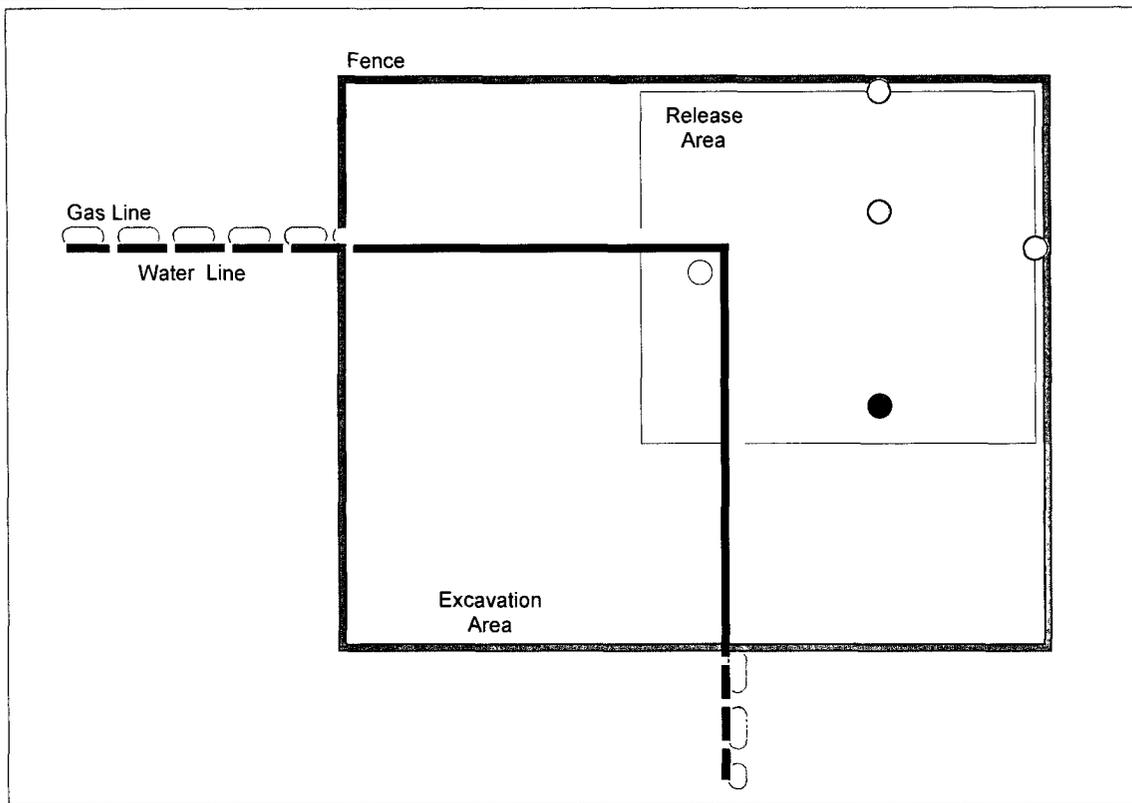
If you have any questions, please call me at 575-748-4217.

Thank you.

YATES PETROLEUM CORPORATION

Robert Asher
Environmental Regulatory Agent

/rca
Enclosure(s)



Sample ID	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	TOTAL	Chlorides
GS/Comp-001	Bottom #1	8/26/2009	Grab/Auger	9'	0.300	<10.0	<10.0	<20.0	624
GS/Comp-002	Under Pipes	8/27/2009	Grab/Auger	7'	0.300	<10.0	<10.0	<20.0	992
GS/Comp-003	East Sidewall	8/26/2009	Grab/Auger	7'	0.361	<10.0	<10.0	<20.0	352
GS/Comp-004	North Sidewall	8/27/2009	Grab/Auger	7'	0.300	<10.0	<10.0	<20.0	256
GS/Comp-005	Bottom #2	8/27/2009	Grab/Auger	9'	0.300	<10.0	<10.0	<20.0	496
Sample ID	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	TOTAL	Chlorides
GS/Comp-001	Bottom #1	9/28/2009	Grab/Auger	9'	ND	ND	ND	ND	197
GS/Comp-002	Under Pipes	9/28/2009	Grab/Auger	7'	ND	ND	ND	ND	568
GS/Comp-003	East Sidewall	9/28/2009	Grab/Auger	7'	ND	ND	ND	ND	437
GS/Comp-004	North Sidewall	9/28/2009	Grab/Auger	7'	ND	ND	ND	ND	157
GS/Comp-005	Bottom #2	9/28/2009	Grab/Auger	9'	ND	ND	ND	ND	228

Site Ranking is Ten (10). Depth to Ground Water 50-99' (approx. 95', per New Mexico State Engineer Office).
 All results are ppm. Chloride results are for documentation.



**Amole AMM Battery
 (NDDUP #41)**
Section 16, T19S-R25E
Eddy County, NM

SAMPLE DIAGRAM (Not to Scale)
Cardinal Laboratories: #Hi8146
Report Date: 9/1/2009
Xenco Laboratories: #346329 & 346330
Report Date: 10/5/2009
Prepared by Robert Asher
Environmental Regulatory Agent

Analytical Report 346329

for

Yates Petroleum Corporation

Project Manager: Robert Asher

Amole AMM Battery

30-015-27314

05-OCT-09



12600 West I-20 East Odessa, Texas 79765

Xenco-Houston (EPA Lab code: TX00122):

Texas (T104704215-08-TX), Arizona (AZ0738), Arkansas (08-039-0), Connecticut (PH-0102), Florida (E871002)
Illinois (002082), Indiana (C-TX-02), Iowa (392), Kansas (E-10380), Kentucky (45), Louisiana (03054)
New Hampshire (297408), New Jersey (TX007), New York (11763), Oklahoma (9218), Pennsylvania (68-03610)
Rhode Island (LAO00308), USDA (S-44102)

Xenco-Atlanta (EPA Lab Code: GA00046):

Florida (E87428), North Carolina (483), South Carolina (98015), Utah (AAL11), West Virginia (362), Kentucky (85)
Louisiana (04176), USDA (P330-07-00105)

Xenco-Miami (EPA Lab code: FL01152): Florida (E86678), Maryland (330)

Xenco-Tampa Mobile (EPA Lab code: FL01212): Florida (E84900)

Xenco-Odessa (EPA Lab code: TX00158): Texas (T104704400-08-TX)

Xenco-Dallas (EPA Lab code: TX01468): Texas (T104704295-08-TX)

Xenco-Corpus Christi (EPA Lab code: TX02613): Texas (T104704370-08-TX)

Xenco-Boca Raton (EPA Lab Code: FL00449): Florida (E86240),

South Carolina (96031001), Louisiana (04154), Georgia (917)



05-OCT-09

Project Manager: **Robert Asher**
Yates Petroleum Corporation
105 South Fourth St.
Artesia, NM 88210

Reference: XENCO Report No: **346329**
Amole AMM Battery
Project Address: Eddy County

Robert Asher:

We are reporting to you the results of the analyses performed on the samples received under the project name referenced above and identified with the XENCO Report Number 346329. All results being reported under this Report Number apply to the samples analyzed and properly identified with a Laboratory ID number. Subcontracted analyses are identified in this report with either the NELAC certification number of the subcontract lab in the analyst ID field, or the complete subcontracted report attached to this report.

Unless otherwise noted in a Case Narrative, all data reported in this Analytical Report are in compliance with NELAC standards. Estimation of data uncertainty for this report is found in the quality control section of this report unless otherwise noted. Should insufficient sample be provided to the laboratory to meet the method and NELAC Matrix Duplicate and Matrix Spike requirements, then the data will be analyzed, evaluated and reported using all other available quality control measures.

The validity and integrity of this report will remain intact as long as it is accompanied by this letter and reproduced in full, unless written approval is granted by XENCO Laboratories. This report will be filed for at least 5 years in our archives after which time it will be destroyed without further notice, unless otherwise arranged with you. The samples received, and described as recorded in Report No. 346329 will be filed for 60 days, and after that time they will be properly disposed without further notice, unless otherwise arranged with you. We reserve the right to return to you any unused samples, extracts or solutions related to them if we consider so necessary (e.g., samples identified as hazardous waste, sample sizes exceeding analytical standard practices, controlled substances under regulated protocols, etc).

We thank you for selecting XENCO Laboratories to serve your analytical needs. If you have any questions concerning this report, please feel free to contact us at any time.

Respectfully,

Brent Barron, II

Odessa Laboratory Manager

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Sample Cross Reference 346329



Yates Petroleum Corporation, Artesia, NM
Amole AMM Battery

Sample Id	Matrix	Date Collected	Sample Depth	Lab Sample Id
GS / Comp-001	S	Sep-28-09 10:31	9 - 10 ft	346329-001
GS / Comp-002	S	Sep-28-09 10:44	7 - 8 ft	346329-002
GS / Comp-003	S	Sep-28-09 10:56	7 - 7 ft	346329-003
GS / Comp-004	S	Sep-28-09 11:07	7 - 7 ft	346329-004
GS / Comp-005	S	Sep-28-09 11:15	9 - 10 ft	346329-005



CASE NARRATIVE

Client Name: Yates Petroleum Corporation

Project Name: Amole AMM Battery

Project ID: 30-015-27314
Work Order Number: 346329

Report Date: 05-OCT-09
Date Received: 09/29/2009

Sample receipt non conformances and Comments:

None

Sample receipt Non Conformances and Comments per Sample:

None

Analytical Non Conformances and Comments:

Batch: LBA-774737 BTEX-MTBE EPA 8021B
SW8021BM

Batch 774737, Benzene, Ethylbenzene, Toluene, m,p-Xylenes, o-Xylene recovered below QC limits in the Matrix Spike and Matrix Spike Duplicate.

Samples affected are: 346329-005.

The Laboratory Control Sample for Toluene, m,p-Xylenes, Benzene, Ethylbenzene, o-Xylene is within laboratory Control Limits

Batch: LBA-774760 Percent Moisture
None

Batch: LBA-774935 BTEX-MTBE EPA 8021B
SW8021BM

Batch 774935, Benzene, Ethylbenzene, Toluene, m,p-Xylenes, o-Xylene recovered below QC limits in the Matrix Spike and Matrix Spike Duplicate.

Samples affected are: 346329-003, -004, -001, -002.

The Laboratory Control Sample for Toluene, m,p-Xylenes, Benzene, Ethylbenzene, o-Xylene is within laboratory Control Limits

Batch: LBA-775342 TPH by SW 8015B
None



Certificate of Analysis Summary 346329

Yates Petroleum Corporation, Artesia, NM

Project Name: Amole AMM Battery



Project Id: 30-015-27314

Contact: Robert Asher

Project Location: Eddy County

Date Received in Lab: Tue Sep-29-09 09:55 am

Report Date: 05-OCT-09

Project Manager: Brent Barron, II

<i>Analysis Requested</i>	<i>Lab Id:</i>	346329-001	346329-002	346329-003	346329-004	346329-005	
	<i>Field Id:</i>	GS / Comp-001	GS / Comp-002	GS / Comp-003	GS / Comp-004	GS / Comp-005	
	<i>Depth:</i>	9-10 ft	7-8 ft	7-7 ft	7-7 ft	9-10 ft	
	<i>Matrix:</i>	SOIL	SOIL	SOIL	SOIL	SOIL	
	<i>Sampled:</i>	Sep-28-09 10 31	Sep-28-09 10 44	Sep-28-09 10 56	Sep-28-09 11 07	Sep-28-09 11 15	
BTEX by EPA 8021B	<i>Extracted:</i>	Sep-30-09 10 00	Sep-30-09 10 00	Sep-30-09 10 00	Sep-30-09 10 00	Sep-29-09 12 00	
	<i>Analyzed:</i>	Oct-01-09 09 05	Oct-01-09 09 26	Oct-01-09 09 47	Oct-01-09 10 08	Sep-29-09 20 28	
	<i>Units/RL:</i>	mg/kg RL					
Benzene		ND 0 0011					
Toluene		ND 0 0022	ND 0 0022	ND 0 0023	ND 0 0022	ND 0 0022	
Ethylbenzene		ND 0 0011					
m,p-Xylenes		ND 0 0022	ND 0 0022	ND 0 0023	ND 0 0022	ND 0 0022	
o-Xylene		ND 0 0011					
Total Xylenes		ND 0 0011					
Total BTEX		ND 0 0011					
Percent Moisture	<i>Extracted:</i>	Sep-30-09 08 38					
	<i>Analyzed:</i>						
	<i>Units/RL:</i>	% RL					
Percent Moisture		10 5 1 00	8 31 1 00	13 7 1 00	8 04 1 00	8 03 1 00	
TPH By SW8015B Mod	<i>Extracted:</i>	Oct-01-09 23 15					
	<i>Analyzed:</i>	Oct-02-09 01 49	Oct-02-09 02 15	Oct-02-09 02 40	Oct-02-09 03 06	Oct-02-09 03 32	
	<i>Units/RL:</i>	mg/kg RL					
C6-C10 Gasoline Range Hydrocarbons		ND 16 8	ND 16 4	ND 17 4	ND 16 3	ND 16 3	
C10-C28 Diesel Range Hydrocarbons		ND 16 8	ND 16 4	ND 17 4	ND 16 3	ND 16 3	
Total TPH		ND 16 8	ND 16 4	ND 17 4	ND 16 3	ND 16 3	

This analytical report, and the entire data package it represents, has been made for your exclusive and confidential use. The interpretations and results expressed throughout this analytical report represent the best judgment of XENCO Laboratories. XENCO Laboratories assumes no responsibility and makes no warranty to the end use of the data hereby presented. Our liability is limited to the amount invoiced for this work order unless otherwise agreed to in writing.

Since 1990 Houston - Dallas - San Antonio - Austin - Tampa - Miami - Latin America - Atlanta - Corpus Christi


Brent Barron, II
Odessa Laboratory Manager



Flagging Criteria



- X** In our quality control review of the data a QC deficiency was observed and flagged as noted. MS/MSD recoveries were found to be outside of the laboratory control limits due to possible matrix /chemical interference, or a concentration of target analyte high enough to effect the recovery of the spike concentration. This condition could also effect the relative percent difference in the MS/MSD.
- B** A target analyte or common laboratory contaminant was identified in the method blank. Its presence indicates possible field or laboratory contamination.
- D** The sample(s) were diluted due to targets detected over the highest point of the calibration curve, or due to matrix interference. Dilution factors are included in the final results. The result is from a diluted sample.
- E** The data exceeds the upper calibration limit; therefore, the concentration is reported as estimated.
- F** RPD exceeded lab control limits.
- J** The target analyte was positively identified below the MQL and above the SQL.
- U** Analyte was not detected.
- L** The LCS data for this analytical batch was reported below the laboratory control limits for this analyte. The department supervisor and QA Director reviewed data. The samples were either reanalyzed or flagged as estimated concentrations.
- H** The LCS data for this analytical batch was reported above the laboratory control limits. Supporting QC Data were reviewed by the Department Supervisor and QA Director. Data were determined to be valid for reporting.
- K** -Sample analyzed outside of recommended hold time.
- JN** A combination of the "N" and the "J" qualifier. The analysis indicates that the analyte is "tentatively identified" and the associated numerical value may not be consistent with the amount actually present in the environmental sample.
- BRL** Below Reporting Limit.
- RL** Reporting Limit
- * Outside XENCO's scope of NELAC Accreditation.

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	Phone	Fax
4143 Greenbriar Dr, Stafford, Tx 77477	(281) 240-4200	(281) 240-4280
9701 Harry Hines Blvd., Dallas, TX 75220	(214) 902 0300	(214) 351-9139
5332 Blackberry Drive, San Antonio TX 78238	(210) 509-3334	(210) 509-3335
2505 North Falkenburg Rd, Tampa, FL 33619	(813) 620-2000	(813) 620-2033
5757 NW 158th St, Miami Lakes, FL 33014	(305) 823-8500	(305) 823-8555
12600 West I-20 East, Odessa, TX 79765	(432) 563-1800	(432) 563-1713
842 Cantwell Lane, Corpus Christi, TX 78408	(361) 884-0371	(361) 884-9116

Environmental Lab of Texas
 Variance of Corrective Action Report- Sample Log-In

Client: Yale Petroleum
 Date/ Time: 9.29.09 9:55
 Lab ID #: 346329 | 346330
 Initials: AL

Sample Receipt Checklist

Client Initials

#1	Temperature of container/ cooler?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	36 °C	
#2	Shipping container in good condition?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#3	Custody Seals intact on shipping container/ cooler?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	Not Present	
#4	Custody Seals intact on sample bottles/ container?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	Not Present	
#5	Chain of Custody present?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#6	Sample instructions complete of Chain of Custody?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#7	Chain of Custody signed when relinquished/ received?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#8	Chain of Custody agrees with sample label(s)?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	ID written on Cont./ Lid	
#9	Container label(s) legible and intact?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	Not Applicable	
#10	Sample matrix/ properties agree with Chain of Custody?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#11	Containers supplied by ELOT?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#12	Samples in proper container/ bottle?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	See Below	
#13	Samples properly preserved?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	See Below	
#14	Sample bottles intact?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#15	Preservations documented on Chain of Custody?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#16	Containers documented on Chain of Custody?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No		
#17	Sufficient sample amount for indicated test(s)?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	See Below	
#18	All samples received within sufficient hold time?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	See Below	
#19	Subcontract of sample(s)?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	Not Applicable	
#20	VOC samples have zero headspace?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	Not Applicable	

Variance Documentation

Contact _____ Contacted by _____ Date/ Time _____

Regarding: _____

Corrective Action Taken _____

- Check all that Apply:
- See attached e-mail/ fax
 - Client understands and would like to proceed with analysis
 - Cooling process had begun shortly after sampling event

Analytical Report 346330

for

Yates Petroleum Corporation

Project Manager: Robert Asher

Amole AMM Battery

30-015-27314

05-OCT-09



12600 West I-20 East Odessa, Texas 79765

Xenco-Houston (EPA Lab code: TX00122):

Texas (T104704215-08-TX), Arizona (AZ0738), Arkansas (08-039-0), Connecticut (PH-0102), Florida (E871002)
Illinois (002082), Indiana (C-TX-02), Iowa (392), Kansas (E-10380), Kentucky (45), Louisiana (03054)
New Hampshire (297408), New Jersey (TX007), New York (11763), Oklahoma (9218), Pennsylvania (68-03610)
Rhode Island (LAO00308), USDA (S-44102)

Xenco-Atlanta (EPA Lab Code: GA00046):

Florida (E87428), North Carolina (483), South Carolina (98015), Utah (AAL11), West Virginia (362), Kentucky (85)
Louisiana (04176), USDA (P330-07-00105)

Xenco-Miami (EPA Lab code: FL01152): Florida (E86678), Maryland (330).

Xenco-Tampa Mobile (EPA Lab code: FL01212): Florida (E84900)

Xenco-Odessa (EPA Lab code: TX00158): Texas (T104704400-08-TX)

Xenco-Dallas (EPA Lab code: TX01468): Texas (T104704295-08-TX)

Xenco-Corpus Christi (EPA Lab code: TX02613): Texas (T104704370-08-TX)

Xenco-Boca Raton (EPA Lab Code: FL00449): Florida (E86240),

South Carolina (96031001), Louisiana (04154), Georgia (917)



05-OCT-09

Project Manager: **Robert Asher**
Yates Petroleum Corporation
105 South Fourth St.
Artesia, NM 88210

Reference: XENCO Report No: **346330**
Amole AMM Battery
Project Address: Eddy County

Robert Asher:

We are reporting to you the results of the analyses performed on the samples received under the project name referenced above and identified with the XENCO Report Number 346330. All results being reported under this Report Number apply to the samples analyzed and properly identified with a Laboratory ID number. Subcontracted analyses are identified in this report with either the NELAC certification number of the subcontract lab in the analyst ID field, or the complete subcontracted report attached to this report.

Unless otherwise noted in a Case Narrative, all data reported in this Analytical Report are in compliance with NELAC standards. Estimation of data uncertainty for this report is found in the quality control section of this report unless otherwise noted. Should insufficient sample be provided to the laboratory to meet the method and NELAC Matrix Duplicate and Matrix Spike requirements, then the data will be analyzed, evaluated and reported using all other available quality control measures.

The validity and integrity of this report will remain intact as long as it is accompanied by this letter and reproduced in full, unless written approval is granted by XENCO Laboratories. This report will be filed for at least 5 years in our archives after which time it will be destroyed without further notice, unless otherwise arranged with you. The samples received, and described as recorded in Report No. 346330 will be filed for 60 days, and after that time they will be properly disposed without further notice, unless otherwise arranged with you. We reserve the right to return to you any unused samples, extracts or solutions related to them if we consider so necessary (e.g., samples identified as hazardous waste, sample sizes exceeding analytical standard practices, controlled substances under regulated protocols, etc).

We thank you for selecting XENCO Laboratories to serve your analytical needs. If you have any questions concerning this report, please feel free to contact us at any time.

Respectfully,

Brent Barron, II
Odessa Laboratory Manager

*Recipient of the Prestigious Small Business Administration Award of Excellence in 1994.
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Sample Cross Reference 346330



Yates Petroleum Corporation, Artesia, NM

Amole AMM Battery

Sample Id	Matrix	Date Collected	Sample Depth	Lab Sample Id
GS / Comp-001	S	Sep-28-09 10:31	9 - 10 ft	346330-001
GS / Comp-002	S	Sep-28-09 10:44	7 - 8 ft	346330-002
GS / Comp-003	S	Sep-28-09 10:56	7 - 7 ft	346330-003
GS / Comp-004	S	Sep-28-09 11:07	7 - 7 ft	346330-004
GS / Comp-005	S	Sep-28-09 11:15	9 - 10 ft	346330-005



CASE NARRATIVE

Client Name: Yates Petroleum Corporation

Project Name: Amole AMM Battery

Project ID: 30-015-27314

Work Order Number: 346330

Report Date: 05-OCT-09

Date Received: 09/29/2009

Sample receipt non conformances and Comments:

None

Sample receipt Non Conformances and Comments per Sample:

None

Analytical Non Conformances and Comments:

Batch: LBA-774760 Percent Moisture

None

Batch: LBA-774806 Inorganic Anions by EPA 300

None

Batch: LBA-774812 Inorganic Anions by EPA 300

E300MI

Batch 774812, Chloride recovered below QC limits in the Matrix Spike.

Samples affected are: 346330-005, -003, -002, -004.

The Laboratory Control Sample for Chloride is within laboratory Control Limits



Certificate of Analysis Summary 346330

Yates Petroleum Corporation, Artesia, NM

Project Name: Amole AMM Battery



Project Id: 30-015-27314
 Contact: Robert Asher
 Project Location: Eddy County

Date Received in Lab: Tue Sep-29-09 09:55 am
 Report Date: 05-OCT-09
 Project Manager: Brent Barron, II

<i>Analysis Requested</i>	<i>Lab Id:</i>	346330-001	346330-002	346330-003	346330-004	346330-005	
	<i>Field Id:</i>	GS / Comp-001	GS / Comp-002	GS / Comp-003	GS / Comp-004	GS / Comp-005	
	<i>Depth:</i>	9-10 ft	7-8 ft	7-7 ft	7-7 ft	9-10 ft	
	<i>Matrix:</i>	SOIL	SOIL	SOIL	SOIL	SOIL	
	<i>Sampled:</i>	Sep-28-09 10 31	Sep-28-09 10 44	Sep-28-09 10 56	Sep-28-09 11 07	Sep-28-09 11 15	
Anions by E300	<i>Extracted:</i>						
	<i>Analyzed:</i>	Sep-29-09 19 48	Sep-30-09 01 06	Sep-30-09 01 06	Sep-30-09 01 06	Sep-30-09 01 06	
	<i>Units/RL:</i>	mg/kg RL					
Chloride		197 9 39	568 18 3	437 19 5	157 22 8	228 9 13	
Percent Moisture	<i>Extracted:</i>						
	<i>Analyzed:</i>	Sep-30-09 08 38					
	<i>Units/RL:</i>	% RL					
Percent Moisture		10 5 1 00	8 31 1 00	13 7 1 00	8 04 1 00	8 03 1 00	

This analytical report, and the entire data package it represents, has been made for your exclusive and confidential use. The interpretations and results expressed throughout this analytical report represent the best judgment of XENCO Laboratories. XENCO Laboratories assumes no responsibility and makes no warranty to the end use of the data hereby presented. Our liability is limited to the amount invoiced for this work order unless otherwise agreed to in writing.

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 Brent Barron, II
 Odessa Laboratory Manager



Flagging Criteria



- X** In our quality control review of the data a QC deficiency was observed and flagged as noted. MS/MSD recoveries were found to be outside of the laboratory control limits due to possible matrix /chemical interference, or a concentration of target analyte high enough to effect the recovery of the spike concentration. This condition could also effect the relative percent difference in the MS/MSD.
- B** A target analyte or common laboratory contaminant was identified in the method blank. Its presence indicates possible field or laboratory contamination.
- D** The sample(s) were diluted due to targets detected over the highest point of the calibration curve, or due to matrix interference. Dilution factors are included in the final results. The result is from a diluted sample.
- E** The data exceeds the upper calibration limit; therefore, the concentration is reported as estimated.
- F** RPD exceeded lab control limits.
- J** The target analyte was positively identified below the MQL and above the SQL.
- U** Analyte was not detected.
- L** The LCS data for this analytical batch was reported below the laboratory control limits for this analyte. The department supervisor and QA Director reviewed data. The samples were either reanalyzed or flagged as estimated concentrations.
- H** The LCS data for this analytical batch was reported above the laboratory control limits. Supporting QC Data were reviewed by the Department Supervisor and QA Director. Data were determined to be valid for reporting.
- K** Sample analyzed outside of recommended hold time.
- JN** A combination of the "N" and the "J" qualifier. The analysis indicates that the analyte is "tentatively identified" and the associated numerical value may not be consistent with the amount actually present in the environmental sample.
- BRL** Below Reporting Limit.
- RL** Reporting Limit
- * Outside XENCO's scope of NELAC Accreditation.

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9701 Harry Hines Blvd , Dallas, TX 75220	(214) 902 0300	(214) 351-9139
5332 Blackberry Drive, San Antonio TX 78238	(210) 509-3334	(210) 509-3335
2505 North Falkenburg Rd, Tampa, FL 33619	(813) 620-2000	(813) 620-2033
5757 NW 158th St, Miami Lakes, FL 33014	(305) 823-8500	(305) 823-8555
12600 West I-20 East, Odessa, TX 79765	(432) 563-1800	(432) 563-1713
842 Cantwell Lane, Corpus Christi, TX 78408	(361) 884-0371	(361) 884-9116

Environmental Lab of Texas
Variance/ Corrective Action Report- Sample Log-In

Client: Yates Petroleum
 Date/ Time: 9-29-09 9:55
 Lab ID #: 346329 | 346330
 Initials: AL

Sample Receipt Checklist

			Client Initials
#1 Temperature of container/ cooler?	(Yes)	No	34 °C
#2 Shipping container in good condition?	(Yes)	No	
#3 Custody Seals intact on shipping container/ cooler?	(Yes)	No	Not Present
#4 Custody Seals intact on sample bottles/ container?	(Yes)	No	Not Present
#5 Chain of Custody present?	(Yes)	No	
#6 Sample instructions complete of Chain of Custody?	(Yes)	No	
#7 Chain of Custody signed when relinquished/ received?	(Yes)	No	
#8 Chain of Custody agrees with sample label(s)?	(Yes)	No	ID written on Cont./ Lid
#9 Container label(s) legible and intact?	(Yes)	No	Not Applicable
#10 Sample matrix/ properties agree with Chain of Custody?	(Yes)	No	
#11 Containers supplied by ELOT?	(Yes)	No	
#12 Samples in proper container/ bottle?	(Yes)	No	See Below
#13 Samples properly preserved?	(Yes)	No	See Below
#14 Sample bottles intact?	(Yes)	No	
#15 Preservations documented on Chain of Custody?	(Yes)	No	
#16 Containers documented on Chain of Custody?	(Yes)	No	
#17 Sufficient sample amount for indicated test(s)?	(Yes)	No	See Below
#18 All samples received within sufficient hold time?	(Yes)	No	See Below
#19 Subcontract of sample(s)?	Yes	No	Not Applicable
#20 VOC samples have zero headspace?	(Yes)	No	Not Applicable

Variance Documentation

Contact: _____ Contacted by: _____ Date/ Time: _____

Regarding: _____

Corrective Action Taken _____

- Check all that Apply
- See attached e-mail/ fax
 - Client understands and would like to proceed with analysis
 - Cooling process had begun shortly after sampling event



ARDINAL LABORATORIES

PHONE (575) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

September 10, 2009

Amanda Trujillo
Yates Petroleum Corporation
105 South 4th Street
Artesia, NM 88210

Re: Amole AMM Battery

Enclosed are the results of analyses for sample number H18146, received by the laboratory on 09/01/09 at 9:53 am.

Cardinal Laboratories is accredited through Texas NELAP for:

Method SW-846 8021	Benzene, Toluene, Ethyl Benzene, and Total Xylenes
Method SW-846 8260	Benzene, Toluene, Ethyl Benzene, and Total Xylenes
Method TX 1005	Total Petroleum Hydrocarbons

Certificate number T104704398-08-TX. Accreditation applies to solid and chemical materials and non-potable water matrices.

Cardinal Laboratories is accredited through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.2	Regulated VOCs (V2, V3)

Accreditation applies to public drinking water matrices.

Total Number of Pages of Report: 3 (includes Chain of Custody)

Sincerely,

Celey D. Keene
Laboratory Director

This report conforms with NELAP requirements.



ANALYTICAL RESULTS FOR
 YATES PETROLEUM CORPORATION
 ATTN: AMANDA TRUJILLO
 105 SOUTH 4TH STREET
 ARTESIA, NM 88210

Receiving Date: 09/01/09
 Reporting Date: 09/10/09
 Project Number: 30-015-27314
 Project Name: AMOLE AMM BATTERY
 Project Location: DAGGER DRAW - ROCKIN R. RED ROAD

Sampling Date: 08/26/09 & 08/27/09
 Sample Type: SOIL
 Sample Condition: INTACT @ 14.5°C
 Sample Received By: ML
 Analyzed By: AB/ZL/HM/CK

LAB NO	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/kg)	DRO (>C ₁₀ -C ₂₈) (mg/kg)	BENZENE (mg/kg)	TOLUENE (mg/kg)	ETHYL BENZENE (mg/kg)	TOTAL XYLENES (mg/kg)	Cl* (mg/kg)
ANALYSIS DATE:		09/02/09	09/02/09	09/03/09	09/03/09	09/03/09	09/03/09	09/03/09
H18146-1	GS/COMP 001-BOTTOM #1	<10.0	<10.0	<0.100	<0.100	<0.100	<0.300	624
H18146-2	GS/COMP 002-UNDER PIPES	<10.0	<10.0	<0.100	<0.100	<0.100	<0.300	992
H18146-3	GS/COMP 003-SIDEWALL EAST	<10.0	<10.0	<0.050	0.172	0.218	0.361	352
H18146-4	GS/COMP 004-SIDEWALL NORTH	<10.0	<10.0	<0.050	0.092	0.094	<0.300	256
H18146-5	GS/COMP 005-BOTTOM #2	<10.0	<10.0	<0.100	<0.100	<0.100	<0.300	496
Quality Control		445	464	0.030	0.030	0.029	0.084	500
True Value QC		500	500	0.025	0.025	0.025	0.075	500
% Recovery		89.0	92.8	120	120	116	112	100
Relative Percent Difference		5.2	8.4	1.9	1.9	2.1	2.5	< 0.1

METHODS: TPH GRO & DRO - EPA SW-846 8015 M, BTEX - SW-846 8260B, Cl-. Std Methods 4500-Cl-B
 *Analyses performed on 1:4 w:v aqueous extracts. Reported on wet weight.
 TEXAS NELAP CERTIFICATION T104704398-08-TX FOR BENZENE, TOLUENE, ETHYL BENZENE,
 AND TOTAL XYLENES Not accredited for GRO/DRO and Chloride



 Lab Director
 H18146TBCL YATES



 Date

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