

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

30-015-10728

Release Notification and Corrective Action

nmlb0615636396

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company Yates Petroleum Corporation	OGRID Number 25575	Contact Robert Asher
Address 104 S. 4 <sup>TH</sup> Street	Telephone No. 505-748-1471	
Facility Name Pan Am Pardue ALZ Federal Com. #1	API Number 30-015-10728	Facility Type Battery
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-76944

LOCATION OF RELEASE

Unit Letter N	Section 27	Township 21S	Range 24E	Feet from the 1140	North/South Line South	Feet from the 1350	East/West Line West	County Eddy
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Latitude 32.44633 Longitude 104.48960

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 3 B/O	Volume Recovered 1 B/O
Source of Release Stock Tank	Date and Hour of Occurrence 5/15/2006 AM	Date and Hour of Discovery 5/15/2006 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, OCD, District II (left message)	
By Whom? Jerry Fanning, Yates Petroleum Corporation	Date and Hour 5/15/2006, 10:35 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

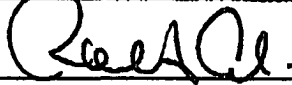
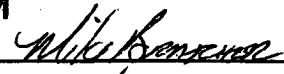
Describe Cause of Problem and Remedial Action Taken.\*

210 bbl fiberglass tank was hit by lightning causing tank to catch on fire. Spilled fluids from tank were contained within the berm, inside bermed area has a plastic liner, liner remained intact and fluids did not saturate soils below tank.

Describe Area Affected and Cleanup Action Taken.\*

An approximate area of 10' X 10', inside berm. Fire was contained and extinguished by Volunteer Fire Departments, vacuum truck was called to pick up standing fluid, damaged tank was removed/replaced, contaminated gravel removed/replaced. Requesting final closure. **SITE RANKING IS 10.**

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Robert Asher	Approved by District Supervisor: <b>TIM GUM</b> by MB 	
Title: Environmental Regulatory Agent	Approval Date: 6/5/06	Expiration Date: N/A
E-mail Address: boba@ypcnm.com	Conditions of Approval: N/A	Attached <input type="checkbox"/>
Date: Friday, May 19, 2006	Phone: 505-748-1471	

\* Attach Additional Sheets If Necessary