

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 <sup>TH</sup> Street	Telephone No. 505-748-1471	
Facility Name Anemone ANE Federal #5	API Number 30-015-31323	Facility Type Well

Surface Owner Federal	Mineral Owner Federal	Lease No. NM-78214
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**LOCATION OF RELEASE**

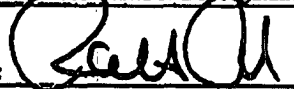

Unit Letter A	Section 9	Township 22S	Range 24E	Feet from the 660	North/South Line North	Feet from the 660	East/West Line East	County Eddy
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Latitude 32.41064 Longitude 104.49650

**NATURE OF RELEASE**

Type of Release Produced Water and Gas	Volume of Release 20 B/PW and 3 MCF Gas	Volume Recovered 11 B/PW and 0 MCF Gas
Source of Release Flow Line	Date and Hour of Occurrence 6/20/2006 - AM	Date and Hour of Discovery 6/20/2006 - AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.* Flow line leak at south edge of well pad. Called vacuum truck.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 30' X 300'. Shut in well, vacuum truck picked up standing fluids, flow line repaired. Work plan to follow. Depth to Ground Water: 50-99'. Wellhead Protection Area: No, Distance to Surface Water Body: >1000'. 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	TIM GUM	
Title: Environmental Regulatory Agent	Approved by District Supervisor: by MB 	
E-mail Address: boba@ypcnm.com	Approval Date: 7/27/06	Expiration Date:
Date: Friday, June 30, 2006	Conditions of Approval: Remediation of Contaminants	Attached <input type="checkbox"/>
Phone: 505-748-1471		

\* Attach Additional Sheets If Necessary

\* Work plan proposal rec'd 7/2/06  
Work plan approval attached