

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 SHERRY BONHAM
Address 105 S 4 TH STREET	Telephone No. 505.748.1471	
Facility Name EASTERN SHORE XM FEDERAL I	API Number 30-015-24534	Facility Type TANK BATTERY
Surface Owner FEDERAL	Mineral Owner FEDERAL	Lease No. NM 30629

LOCATION OF RELEASE

Unit Letter O	Section 5	Township 19S	Range 27E	Feet from the 660	North/South Line SOUTH	Feet from the 2310	East/West Line WEST	County EDDY
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Latitude 32.68417 Longitude 104.29978

NATURE OF RELEASE

Type of Release PRODUCED WATER	Volume of Release 200 BBL P/W	Volume Recovered 190 BBL P/W
Source of Release 8" POLY LINE	Date and Hour of Occurrence 9/1/06 9:30 AM	Date and Hour of Discovery 9/1/06 9:30 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 VIA VOICE MAIL	
By Whom? SHERRY BONHAM	Date and Hour 9/1/06 4:25 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.*

REMEDATION SITE: WHILE EXCAVATING WITH BACKHOE, OPERATOR HIT 8" POLY LINE. IMMEDIATELY SHUT LINE DOWN AND CREATED BERMED AREA FOR FLUID CONTAINMENT.

Describe Area Affected and Cleanup Action Taken.*

APPROXIMATELY 15' X 15' AREA IMPACTED. VACUUM TRUCK AND CREW CALLED IN. VACUUMED CONTAINED FLUIDS AND VACUUMED 8" POLY LINE TO CLEAN OUT. AFFECTED SOILS WERE EXCAVATED AND REMOVED TO OCD APPROVED WASTE FACILITY.
SITE RANKING: 30
NO FURTHER ACTIONS NECESSARY. REQUESTING FINAL CLOSURE TO INCIDENT

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 	OIL CONSERVATION DIVISION	
Printed Name: Sherry Bonham	Approved by District Supervisor: TIM GUM by MB 	
Title: Environmental Regulatory Agent	Approval Date: <u>9/12/06</u>	Expiration Date: <u>N/A</u>
E-mail Address: sherryb@ypcnm.com	Conditions of Approval: <u>N/A</u>	Attached <input type="checkbox"/>
Date: September 12, 2006	Phone: 505.748.1471	

* Attach Additional Sheets If Necessary