

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

OCT 03 2007
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

30-015-24095

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 Oakason NV Federal 3	API Number 30-015-24095	Facility Type Tank Battery
Surface Owner Fee	Mineral Owner Federal	Lease No.

LOCATION OF RELEASE

Unit Letter G	Section 34	Township 19S	Range 24E	Feet from the 2030	North/South Line North	Feet from the 1650	East/West Line East	County Eddy
------------------	---------------	-----------------	--------------	-----------------------	---------------------------	-----------------------	------------------------	----------------

Latitude 32.61908 Longitude 104.57199

NATURE OF RELEASE

Type of Release N/A	Volume of Release 0	Volume Recovered 0
Source of Release N/A	Date and Hour of Occurrence 9/26/07 1500 hrs	Date and Hour of Discovery 9/26/07 1500 hrs
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher	
By Whom? Sherry Bonham	Date and Hour 9/26/07 1515hrs	
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.* During a severe thunderstorm, lightning struck a tank. Well was shut in. Fire department responded. Fire was put out. No release of fluids.		
Describe Area Affected and Cleanup Action Taken.* No release of fluids. Fire department applied MicroBlaze® during course of response to fire. Debris removal and disposal at disposal facility. No further actions needed.		
Depth to Ground Water: <u>>100'</u> ; Wellhead Protection? <u>NO</u> ; Distance to Surface Water: <u>>1000'</u> . Site Ranking: <u>0</u> .		

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: Sherry Bonham		Approved by District Supervisor: ACCEPTED FOR RECORD	
Title: Environmental Regulatory Agent		Approval Date:	Expiration Date: OCT 4 2007
E-mail Address: sherryb@ypcnm.com		Conditions of Approval:	
Date: October 2, 2007	Phone: 505.748.1471	Gerry Guye, Deputy Field Inspector NMOCD-District II ARTESIA	

* Attach Additional Sheets If Necessary