

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

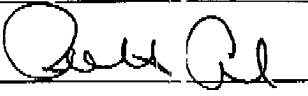
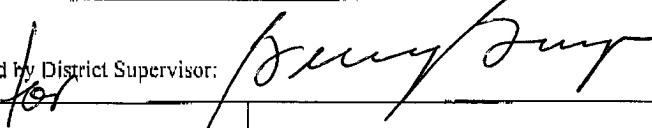
| | | |
|--|-------------------------------|--------------------------|
| Name of Company Yates Petroleum Corporation | OGRID Number 25575 | Contact Robert Asher |
| Address 105 South 4th Street, Artesia, NM 88210 | Telephone No. 505-748-1471 | |
| Facility Name Unocal AH U Federal #1 | API Number 30-015-26698 | Facility Type Battery |
| Surface Owner Federal | Mineral Owner Federal | Lease No. NM-43556 |

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|--------------|-----------------|--------------|----------------------|---------------------------|-----------------------|------------------------|----------------|
| Unit Letter B | Section 1 | Township 22S | Range 31E | Feet from the 660 | North/South Line North | Feet from the 1980 | East/West Line East | County Eddy |
|------------------|--------------|-----------------|--------------|----------------------|---------------------------|-----------------------|------------------------|----------------|

Latitude 32.42585 Longitude 103.72889

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release Produced Water | Volume of Release 100 B/PW | Volume Recovered 65 B/PW |
| Source of Release Water Tank | Date and Hour of Occurrence 10/18/2007 PM | Date and Hour of Discovery 10/18/2007 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? Sherry Bonham/YPC Environmental | Date and Hour 10/18/2007 PM (voicemail and 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.* Blown fuses on circulation pump caused water tank to run over. Installed new fuses, vacuum truck called. | | |
| Describe Area Affected and Cleanup Action Taken.* Area approximately 75' X 15' all contained inside berm, vacuum truck picked up remaining produced water, vertical and horizontal delineation was conducted (sample results submitted to the NMOCD, 12/10/2007). Depth to Ground Water: >100', Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on approved analytical results (12/10/2007), 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 District Supervisor:  | |
| Title: Environmental Regulatory Agent | Approval Date: DEC 10 2007 | Expiration Date: |
| E-mail Address: boba@ypcnm.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: Monday, December 10, 2007 | Phone: 505-748-4217 | |

* Attach Additional Sheets If Necessary