

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

SEB0809255498
L SEB0809254913
NSEB0809254997

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 TH Street	API Number 30-015-20396	Telephone No. 505-748-1471
Facility Name Saguaro Water Transfer	Facility Type Battery	
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-84608

LOCATION OF RELEASE

Unit Letter F	Section 23	Township 20S	Range 24E	Feet from the North/South Line	Feet from the East/West Line	County Eddy
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Latitude 32.57531 Longitude 104.57860

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 30 B/PW	Volume Recovered 20 B/PW
Source of Release Gun Barrel	Date and Hour of Occurrence 6/27/2007 - AM	Date and Hour of Discovery 6/27/2007 - 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	
By Whom? Bob Asher, Yates Petroleum Corporation	Date and Hour 10:39 AM (V/M) & 10:50 AM (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		

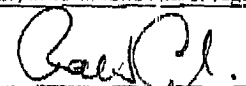
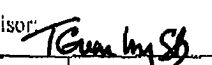
Describe Cause of Problem and Remedial Action Taken.*

Power failure from lightning/wind storm causing motor valve to fail that controls the flow of water into gun barrel did not close causing water to enter gun barrel and over flow from water legs Vacuum truck called, release contained within berm.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 100' X 25'. Vacuum truck picked up standing fluids. Vertical and horizontal delineation will be made and corrective action taken
Depth to Ground Water: >100', Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0.

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: <u>4-1-08</u>	Expiration Date: <u>10-1-08</u>
E-mail Address: boba@ypc.nm.com	Conditions of Approval: <u>WORK PLAN</u>	Attached <input checked="" type="checkbox"/>
Date: Monday, July 02, 2007 Phone: 505-748-1471	AND Work plan approval w/ stipulations	

* Attach Additional Sheets If Necessary

PSEB0809256420

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