

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

SEP - 9 2008
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

OPERATOR

Initial Report ☐ Final Report ☒

Name of Company Yates Petroleum Corporation	Contact Mike Stubblefield
Address 105 South 4 th Street, Artesia, N.M. 88210	Telephone No. 505-7484500 505-513-1712
Facility Name Clayton BFO State Com.#1 30-015-33733	Facility Type Tank Battery

Surface Owner Fee	Mineral Owner State	Lease No. E-2781
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LOCATION OF RELEASE

Unit Letter I	Section 16	Township 19s	Range 26e	Feet from the 1980'	North/South Line FSL	Feet from the 660'	East/West Line FEL	County Eddy
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Latitude 32.65865 Longitude 104.37979

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 50 bbls Produced Water	Volume Recovered 0 bbls PW.
Source of Release Load valve	Date and Hour of Occurrence 1/18/08 pm or 1/19/2008 am.	Date and Hour of Discovery 1/19/2008 2:30pm
Was Immediate Notice Given? Yes X No Not Required	If YES, To Whom? Mike Bratcher voice mail box.	
By Whom? Mike Stubblefield	Date and Hour 1/21/2008 8:30am	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Vandals unscrewed 3" load line to the F/G/tank. Drained water out on ground. Shut-in well temporarily, installed new 3" ball valve on the fiberglass tank.

Describe Area Affected and Cleanup Action Taken.*

The impacted area was the bermed area of the tank battery. The impacted soil located with-in the bermed area of the tank battery were excavated and hauled to Lea Land Inc. After notification was provided to the NMOCD soil samples were taken for analytical from the impacted area on 8/15/2008.

Soil samples were submitted to a second party lab & analysis ran for TPH using EPA Method 8015M, B-TEX using EPA Method 8021B. The Chlorides were tested using EPA Method 4500-CL B. The analytical results dated 8/22/2008 reported the TPH & B-TEX to be under the RRAL for the site. The Chlorides have been documented. Yates Petroleum Corporation is submitting the C-141 form for the release that occurred on 1/19/2007 and requesting closure.

Depth to ground water >50' and <100', Wellhead protection area > 1000', Distance to surface water body > 1000' Site ranking 10.

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: <u>Mike Stubblefield</u>		OIL CONSERVATION DIVISION	
Printed Name: Mike Stubblefield		Approved by District Supervisor: <u>TCumby SD</u>	
Title: Environmental Regulatory Agent		Approval Date: <u>9/15/08</u>	Expiration Date: <u>N/A</u>
E-mail Address: mikes@ypcnm.com		Conditions of Approval: <u>N/A</u>	Attached <input type="checkbox"/> <u>N/A</u>
Date: 9/8/2008	Phone: 505-748-4500		

* Attach Additional Sheets If Necessary

cc: Well File

2RP-222