

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

AUG 25 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 Corral Draw AQH Federal #1 30-015-29396	Facility Type Tank Battery

Surface Owner Federal	Mineral Owner	Lease No.
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LOCATION OF RELEASE

Unit Letter L	Section 13	Township 24s	Range 29e	Feet from the 2310'	North/South Line FSL	Feet from the 330'	East/West Line FWL	County Eddy
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Latitude 32.21642 Longitude 103.44524

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 25 bbls Produced Water	Volume Recovered 15 bbls PW
Source of Release Water transfer pump	Date and Hour of Occurrence 2/10/2008 pm.	Date and Hour of Discovery 2/11/2008 am.
Was Immediate Notice Given? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Called OCD after hour's answering service.	
By Whom? Jerry Fanning	Date and Hour 2/11/2008 5:20pm	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully *

Describe Cause of Problem and Remedial Action Taken.*

Mechanical seal wore out on the water transfer pump, causing leak on pump. The seal was replaced on the transfer pump.

Describe Area Affected and Cleanup Action Taken.*

The impacted area was the bermed area of the tank battery. The west section of the berm is lined with a 20 mil. Liner. The east section of the berm is not lined. Soil samples were taken from the unlined section of the berm on 3/11/08 & 3/19/08. The analytical results were submitted to NMOCOD on The TPH and the B-TEX was reported by analytical results to be under the RRAL for the site. The Chlorides were delineated from 25,000 ppm at the surface to 128 ppm at the 4' depth. 7/16/2008 The impacted soil located in the unlined area of the bermed area was excavated to a depth of 3' BGS. The removed soil was then hauled to Lea Land Inc. an NMOCOD approved Solid Waste Disposal facility. A total of 156 cu. yds of impacted soil was hauled to the facility. The excavated area was then backfilled back to grade with clean soil.

The nearest ground water as listed by the NMOSE water data base is located in sec.19-24s-30e. Depth to groundwater in sec. 19-24s-30e is 150' BGS.

Yates Petroleum Corp. is submitted a final C-141 form and requesting closure for the release that occurred on 2/10/2008.

Depth to ground water > 100'. Wellhead protection area > 1000'. Distance to surface water body > 1000'. Site ranking 0.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCOD 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 NMOCOD 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, NMOCOD 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>TCum by SB</u>	
Title: Environmental Regulatory Agent		Approval Date: <u>10-20-08</u>	Expiration Date: <u>N/A</u>
E-mail Address. mikes@ypcnm.com		Conditions of Approval: <u>N/A</u>	
Date: 8/21/2008 Phone: 505-748-4500		Attached <input type="checkbox"/> <u>N/A</u>	

* Attach Additional Sheets If Necessary

2RP-131