

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 SHERRY BONHAM
Address 105 S 4 <sup>TH</sup> STREET	Facility Name SANTA FE LAND IMPROVEMENT SWD	Telephone No. 505.748.1471
API Number 30-015-20501	Facility Type WELL	
Surface Owner FEDERAL	Mineral Owner FEE	Lease No.

#### LOCATION OF RELEASE

Unit Letter I	Section 17	Township 19S	Range 26E	Feet from the 1980	North/South Line SOUTH	Feet from the 660	East/West Line EAST	County EDDY
------------------	---------------	-----------------	--------------	-----------------------	---------------------------	----------------------	------------------------	----------------

Latitude 32.65839 Longitude 104.396888

#### NATURE OF RELEASE

Type of Release PRODUCED WATER	Volume of Release 5 B/PW	Volume Recovered 0 B/PW
Source of Release HOLE IN INJECTION LINE	Date and Hour of Occurrence 8/9/06 PM	Date and Hour of Discovery 8/10/06 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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.* HOLE IN INJECTION LINE AT WELLHEAD. SHUT WELL IN AND LINE REPLACED.		
Describe Area Affected and Cleanup Action Taken.* AN APPROXIMATE 10' X 75' AREA AFFECTED. AREA TO BE EVALUATED AND WORKPLAN TO BE SUBMITTED 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 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: <i>Sherry Bonham</i>		OIL CONSERVATION DIVISION
Printed Name: Sherry Bonham		TIM GUM
Title: Environmental Regulatory Agent		Approved by District Supervisor MB <i>MB</i>
E-mail Address: sherryb@typonm.com		Approval Date: <i>9/15/06</i> Expiration Date:
Date: August 25, 2006 Phone: 505.748.1471		Conditions of Approval: <i>Remediation per NMOCD Rules &amp; Guidelines</i>
* Attach Additional Sheets If Necessary		Attached <input type="checkbox"/>