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 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Form C-141

Revised October 10, 2003

Release Notification and Corrective Action

OPERATOR								☐ Initial Report ⊠ Final Report					
Name of Company OGRID Number						Contact							
Yates Petroleum Corporation 25575						Robert Ash	er						
Address						Telephone No.							
104 S. 4 TH Street						505-748-1471 AUG 1 3 2008						1 200 8	
Facility Name API Number						Facility Type					≈ £.65°	NTPERMITS A	
Flora AKF State #1 30-015-26973						Battery OCD-ARTESIA						(IESIP	
Surface Ou				Min and O	\								
Surface Owner Mineral Owner State State						r Lease No. VO-2597							
State			 	State		VO-2391							
LOCATION OF RELEASE													
Unit Letter	Section	Township	Range	Feet from the	Nort	h/South Line	I I		East/West Line		County		
N	2	22S	31E	660		South	2310	W	Vest	Eddy			
								1		1			
Latitude 32.41495 Longitude 103.74911													
NATURE OF RELEASE													
Type of Release						Volume of Release			Volume Recovered				
Crude Oil & Produced Water						4 B/O & 15 B/PW			0 B/O & 0 B/PW				
Source of Release						Date and Hour of Occurrence			Date and Hour of Discovery				
Steel Flow Line Was Immediate Notice Given?						6/20/2008,	6/20/2008. AM						
was mineur	ate Notice (No 🛛 Not Re	If YES, To Whom?									
D 11/1 0													
By Whom? N/A						Date and Hour N/A							
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse							
☐ Yes ☒ No N/A													
If a Watercourse was Impacted, Describe Fully *													
N/A Describe Cause of Problem and Remedial Action Taken *													
Describe Cause of Problem and Remedial Action Taken * Steel flow line on the west side of the battery developed a leak. Isolated line, shut down well(s), called vacuum truck, backhoe crew and crew to repaired													
line.													
		and Cleanup A											
An approxim	ate area of	35' X 15' No	o oil or pro	oduced water to re-	cover.	Vertical and h	norizontal delinea	tion will	be made a	and analysis	ran for	r TPH/BTEX	
and chlorides (for reference purposes) If initial analytical results for TPH & BTEX are over RRAL's a work plan will be submitted. If initial analytical													
results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. Depth to Ground Water: >100' (approx. 125'), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on analytical results, Yates													
Petroleum Corporation requests closure.													
I hereby certi	fy that the i	nformation gi	iven above	is true and compl	ete to	the best of my	knowledge and u	ınderstan	d that purs	suant to NM	OCD r	rules and	
regulations a	ll operators	are required t	o report ai	nd/or file certain re	elease	notifications a	nd perform correc	ctive action	ons for rel	eases which	may e	ndanger	
	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	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, of local laws and/or regulations.													
rederal, state,	or recar lay	vs and/or regi	\				OIL CON	SERV	ATION	DIVISIO)N		
1	601	1 4 (OIL CONSERVATION DIVISION								
Signature: \		S.	χ.										
					Approved by District Supervisor.								
Printed Name	e: Robert As	sher			Touchy SD								
. Title. Environmental Regulatory Agent						Approval Date: PLA Expiration Date: PLA							
1.0.0. 511110	Tel	54141017 115011					0.00				_•		
E-mail Address: boba@ypcnm.com						Conditions of		. 1		Attached	. [7]	.)/a-	
Date. Tuesday, August 12, 2008 Phone 505-748-1471						Attached P/A							
∣ Date. Tuesda	y, August l	2, 2008	Ph	one 505-748-1471	<u> </u>	▼							

^{*} Attach Additional Sheets If Necessary