

APR - 2 2009

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 Robert Asher
Address 104 S. 4 <sup>TH</sup> Street, Artesia, NM 88210	Telephone No. 505-748-4217	
Facility Name Delores AIL Federal #3	API Number 30-015-26722	Facility Type Pumping Unit

Surface Owner Federal	Mineral Owner	Lease No. NM-65418
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#### LOCATION OF RELEASE

Unit Letter H	Section 14	Township 22S	Range 31E	Feet from the 1980	North/South Line North	Feet from the 430	East/West Line East	County Eddy
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Latitude 32.39331 Longitude 104.74088

#### NATURE OF RELEASE

Type of Release Oil & Produced Water	Volume of Release 3 B/O & 3 B/PW	Volume Recovered 1 B/O & 1 B/PW
Source of Release Pumping T on wellhead	Date and Hour of Occurrence 1/13/2009 - PM	Date and Hour of Discovery 1/13/2009 - PM
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

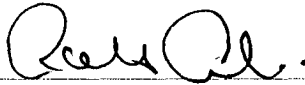
Describe Cause of Problem and Remedial Action Taken.\*

Threads on 1" nipple on pumping T corroded, causing it to break. Shut down the unit, called hot oiler to kill well. Replaced nipple, put well back online.

Describe Area Affected and Cleanup Action Taken.\*

Impacted area around the wellhead. Area approximately 35' X 15'. Vacuum truck picked up remaining oil and produced water. Impacted soils excavated and hauled to an OCD approved facility. Sampling event requested by Mike Stubblefield for 3/19/2009. Vertical and horizontal delineation samples were taken and analysis ran for TPH & BTEX (Chlorides for reference). 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', Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on amounts released/recovered, enclosed analytical results below RRAL's and site ranking, Yates Petroleum Corporation requests closure.**

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Robert Asher	Approved by District Supervisor: <b>Accepted for record NMOCD</b>	
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: boba@ypenn.com	Conditions of Approval:	
Date: April 1, 2009	Phone: 505-748-4217	Attached <input type="checkbox"/>

Attach Additional Sheets If Necessary