

MARTIN YATES, III  
1912-1985

FRANK W. YATES  
1936-1986



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118  
TELEPHONE (505) 748-1471

S.P. YATES  
CHAIRMAN EMERITUS

JOHN A. YATES  
CHAIRMAN OF THE BOARD

PEYTON YATES  
PRESIDENT

FRANK YATES, JR.  
EXECUTIVE VICE PRESIDENT

JOHN A. YATES, JR.  
SENIOR VICE PRESIDENT

Ms. Patricia Caperton  
NMOCD-District 1  
1625 N French Drive  
Hobbs, NM 88240

RP#895

October 9, 2006

RE: Continental APJ Federal 1  
Unit C, Section 28, T23S, R32E  
Lea County, New Mexico

Dear Ms. Caperton,

Yates Petroleum Corporation (Yates) is the owner of the Continental APJ Federal 1 tank battery (30-025-20428). On May 19, 2006 Yates submitted an Initial Report C141 reporting a release of 5 barrels produced water over an area approximately 3 feet by 40 feet within a bermed area and a release of 3 barrels produced water over an area approximately 10 feet by 10 feet on the pad for a total reporting quantity of 8 barrels of produced water.

On September 21, 2006 samples were taken at the Continental APJ Federal 1 (see attachment A). NMOCD was given the requested 48 hour notification and the opportunity to witness. The hand auger was cleaned with Alconox® using a hand scrub brush, rinsed with de-ionized water, and allowed to air dry before beginning each boring. The soil samples were collected directly from the hand auger bucket, placed into clean, sample jars provided by the analytical laboratory, placed on ice, and sent to the laboratory for analysis.

According to USGS Depth to Ground Water information, depth to water in this area is between 400 and 500 feet. No water wells or surface waters are located within 1,000 feet of this site. Using the NMOCD ranking criteria, site investigation and data provided, this site has a Ranking Score of 0. The soil action levels for a site with this score are as follows:

- |           |          |
|-----------|----------|
| • Benzene | 10 ppm   |
| • BTEX    | 50 ppm   |
| • TPH     | 5000 ppm |

The soil analyses do not exceed these criteria. Chloride results are for reference. The laboratory analysis is provided for your review (Attachment B).

Given the analysis information, there appears to be minimal risk to human health or the environment. In light of this evaluation, Yates Petroleum Corporation is submitting Final Closure C-141 and requests NMOCD grant final closure.

Sincerely,



Sherry Bonham  
Environmental Regulatory Agent

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	Telephone No. 505-748-1471	
Facility Name CONTINENTAL API FEDERAL 1 BATTERY	API Number 30-025-20428	Facility Type BATTERY

Surface Owner FEDERAL	Mineral Owner FEDERAL	Lease No. NM-77063
--------------------------	--------------------------	-----------------------

**LOCATION OF RELEASE**

Unit Letter C	Section 28	Township 23S	Range 32E	Feet from the 660	North/South Line NORTH	Feet from the 1980	East/West Line WEST	County LEA
------------------	---------------	-----------------	--------------	----------------------	---------------------------	-----------------------	------------------------	---------------

Latitude 32.28088 Longitude 103.68117

'NTR > 500'

**NATURE OF RELEASE**

Type of Release PRODUCED WATER	Volume of Release 8 B/PW	Volume Recovered 0 B/PW
Source of Release 1. POWER FAILURE ON WATER DISPOSAL PUMP (5BBL P/W) 2. TRUCK DRIVER FAILED TO KEEP TRACK OF WATER LEVEL IN TANK AND RESULTED IN OVERFLOW (3 BBL P/W)	Date and Hour of Occurrence 5/8/06 AM	Date and Hour of Discovery 5/8/06 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.\*

1. POWER FAILURE ON WATER DISPOSAL PUMP CAUSING TANK TO OVERFLOW. AFTER PUMPER RECEIVED ALARM, PUMPER DROVE TO LOCATION AND STARTED PUMP.
2. TRUCK DRIVER FAILED TO KEEP TRACK OF WATER LEVEL IN TANK RESULTING IN OVERFLOW. DRIVER CLOSED VALVE.

Describe Area Affected and Cleanup Action Taken.\*

1. AN APPROXIMATE 100 SQUARE FEET AREA NORTHWEST OF THE PUMPING UNIT WAS IMPACTED BY RELEASE OF PRODUCED WATER. EXCAVATE AND REMOVE IMPACTED MATERIALS AND REPLACE WITH CLEAN MATERIAL.
2. AN APPROXIMATE 120 SQ. FT. AREA WITHIN BERM IMPACTED.



AREAS TO BE EVALUATED.

SITE RANKING: 0

REQUESTING 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.

**OIL CONSERVATION DIVISION**

Signature: 	Approved by District Supervisor: 	
Printed Name: Sherry Bonham	Approval Date: <u>5/21/07</u>	Expiration Date:
Title: Environmental Regulatory Agent Trainee	Conditions of Approval:	Attached <input type="checkbox"/>
E-mail Address: sherryb@ypenm.com		
Date: October 10, 2006 Phone: 505-748-1471		

\* Attach Additional Sheets If Necessary

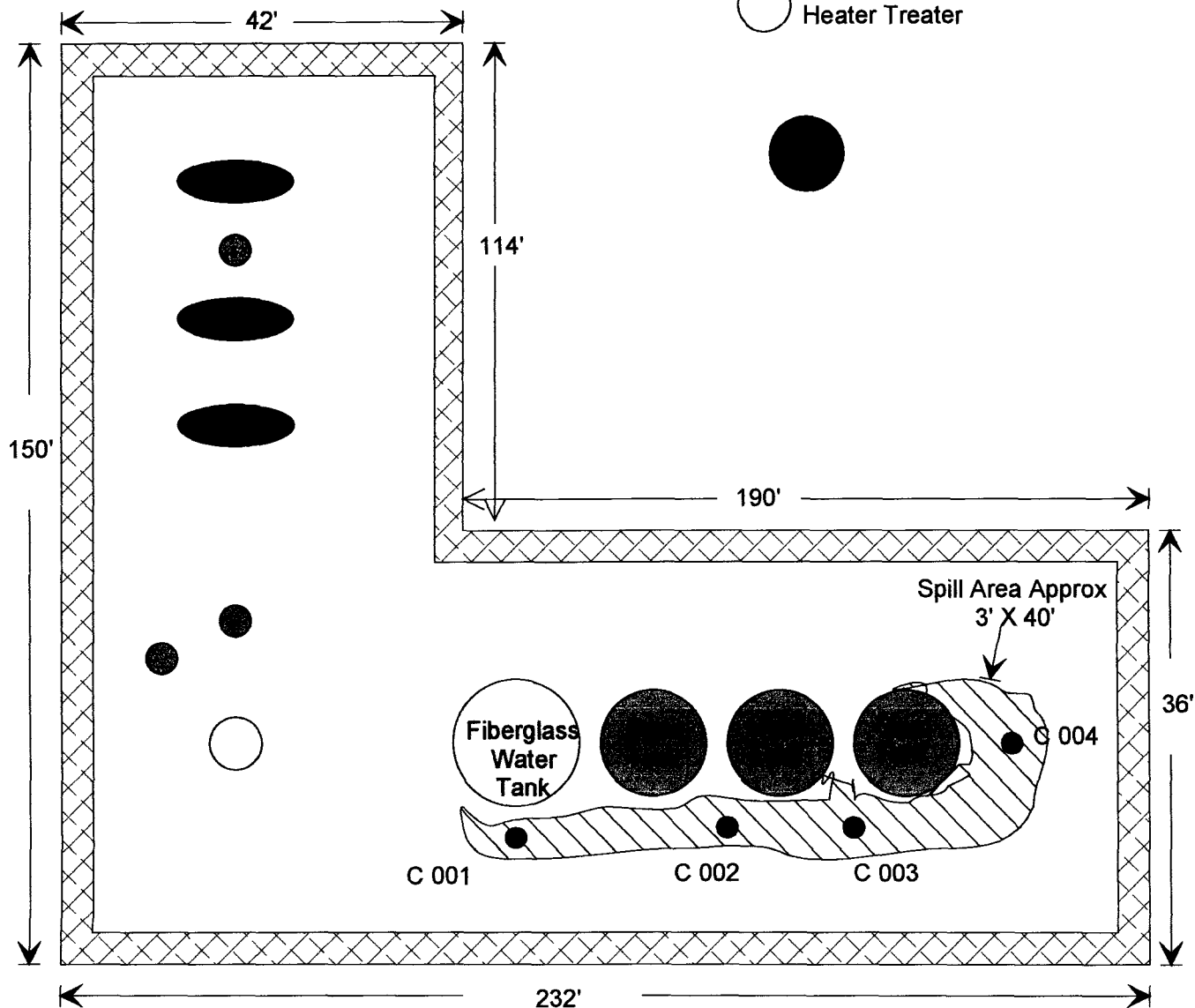
# **Attachment A**



Horizontal 3 Phase Separator

Separator

Heater Treater



C001: 32.28081 103.68212  
C002: 32.28077 103.68208  
C003: 32.28067 103.68204  
C004: 32.28067 103.68195  
C005-BACKGROUND: 32.28017 103.68144



Continental APJ Federal 1

Sec. 28 T23S R32E

Lea County, NM

**SITE SAMPLING  
DIAGRAM**

(Not to Scale)



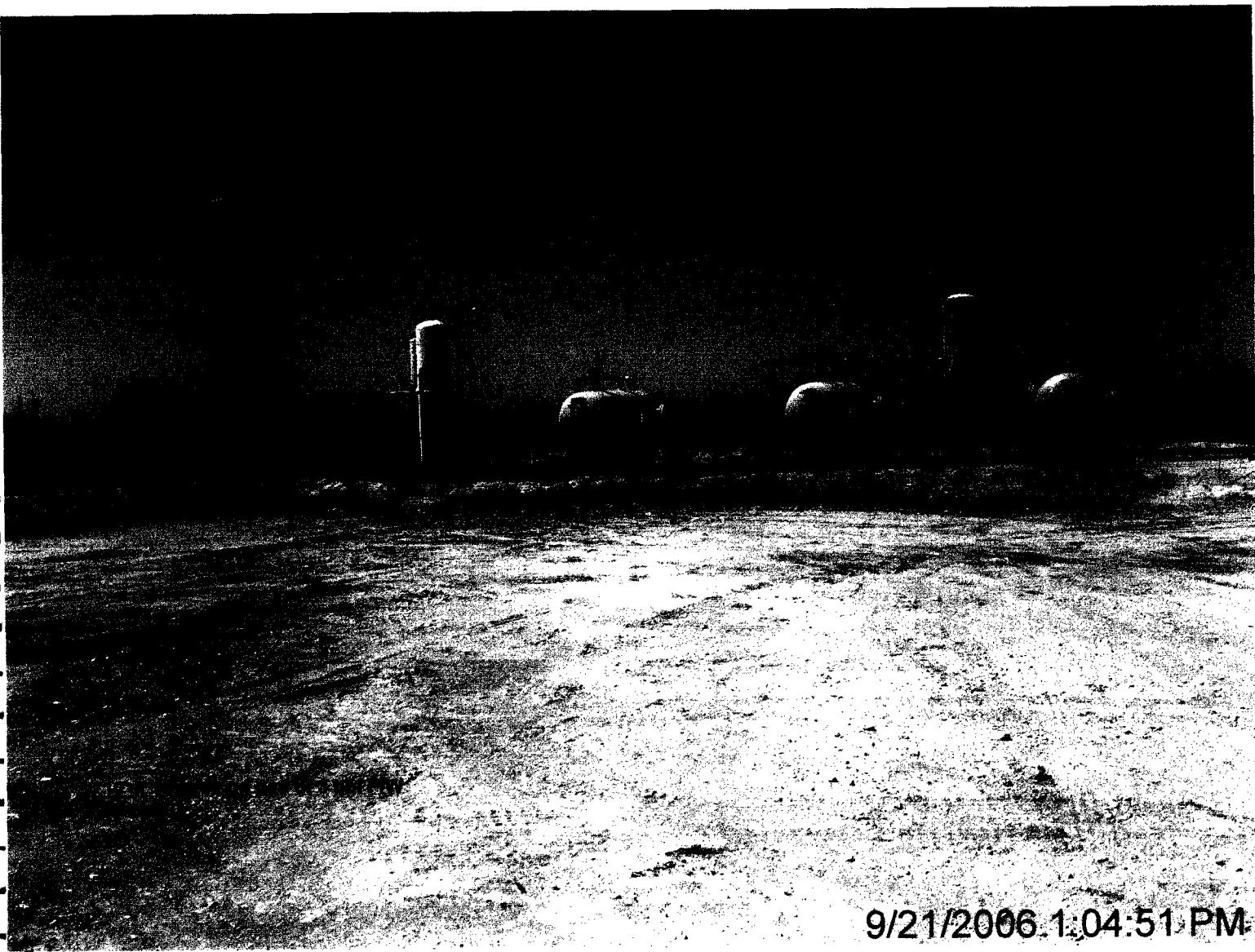
Looking east from the road  
9/21/2008 12:40:46 PM

9/21/2008



Profile view, Station Point 0.004  
9/23/2006 10:42 AM

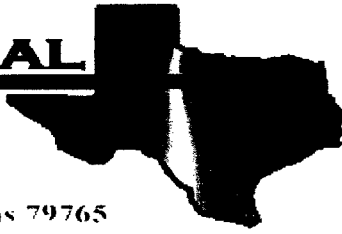
9/23/2006 10:42 AM





## **Attachment B**

# **ENVIRONMENTAL LAB OF**



12600 West I-20 East - Odessa, Texas 79765

## **Analytical Report**

**Prepared for:**

Sherry Bonham

Yates Petroleum Corp.

105 S. Fourth St.

Artesia, NM 88210

Project: Continental APJ Federal 1

Project Number: C-28-T23S-R32E

Location: Lea County

Lab Order Number: 6122005

Report Date: 09/29/06

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

#### ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
C-001-18	6I22005-01	Soil	09/21/06 11:10	09-22-2006 09:30
C-002-13	6I22005-02	Soil	09/21/06 11:40	09-22-2006 09:30
C-003-19	6I22005-03	Soil	09/21/06 12:00	09-22-2006 09:30
C-004-120	6I22005-04	Soil	09/21/06 12:20	09-22-2006 09:30
C-005-BG	6I22005-05	Soil	09/21/06 13:15	09-22-2006 09:30

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**Organics by GC**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
<b>C-001-18 (6122005-01) Soil</b>									
Benzene	ND	0.0250	mg/kg dry	25	EI62506	09/25/06	09/25/06	EPA 8021B	
Toluene	ND	0.0250	"	"	"	"	"	"	
Ethylbenzene	ND	0.0250	"	"	"	"	"	"	
Xylene (p/m)	ND	0.0250	"	"	"	"	"	"	
Xylene (o)	ND	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		87.2 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		83.5 %	80-120		"	"	"	"	
Carbon Ranges C6-C10	ND	10.0	mg/kg dry	1	EI62719	09/27/06	09/28/06	EPA 8015B	
Carbon Ranges >C10-C28	144	10.0	"	"	"	"	"	"	
Total Carbon Range C6-C28	144	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		112 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		128 %	70-130		"	"	"	"	
<b>C-002-13 (6122005-02) Soil</b>									
Benzene	ND	0.0250	mg/kg dry	25	EI62506	09/25/06	09/25/06	EPA 8021B	
Toluene	J [0.0217]	0.0250	"	"	"	"	"	"	J
Ethylbenzene	0.0885	0.0250	"	"	"	"	"	"	
Xylene (p/m)	0.166	0.0250	"	"	"	"	"	"	
Xylene (o)	0.0486	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		92.5 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		99.8 %	80-120		"	"	"	"	
Carbon Ranges C6-C10	104	50.0	mg/kg dry	5	EI62719	09/27/06	09/28/06	EPA 8015B	
Carbon Ranges >C10-C28	4790	50.0	"	"	"	"	"	"	
Total Carbon Range C6-C28	4890	50.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		19.3 %	70-130		"	"	"	"	S-06
Surrogate: 1-Chlorooctadecane		24.6 %	70-130		"	"	"	"	S-06
<b>C-003-19 (6122005-03) Soil</b>									
Benzene	ND	0.0250	mg/kg dry	25	EI62506	09/25/06	09/25/06	EPA 8021B	
Toluene	ND	0.0250	"	"	"	"	"	"	
Ethylbenzene	ND	0.0250	"	"	"	"	"	"	
Xylene (p/m)	ND	0.0250	"	"	"	"	"	"	
Xylene (o)	ND	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		83.0 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		85.0 %	80-120		"	"	"	"	
Carbon Ranges C6-C10	13.7	10.0	mg/kg dry	1	EI62719	09/27/06	09/28/06	EPA 8015B	
Carbon Ranges >C10-C28	4300	10.0	"	"	"	"	"	"	
Total Carbon Range C6-C28	4310	10.0	"	"	"	"	"	"	

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 2 of 9

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-T23S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**Organics by GC**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
<b>C-003-19 (6122005-03) Soil</b>									
Surrogate: 1-Chlorooctane		128 %	70-130		EI62719	09/27/06	09/28/06	EPA 8015B	
Surrogate: 1-Chlorooctadecane		199 %	70-130		"	"	"	"	S-04
<b>C-004-120 (6122005-04) Soil</b>									
Benzene	ND	0.0250	mg/kg dry	25	EI62506	09/25/06	09/25/06	EPA 8021B	
Toluene	0.0795	0.0250	"	"	"	"	"	"	
Ethylbenzene	0.148	0.0250	"	"	"	"	"	"	
Xylene (p/m)	0.408	0.0250	"	"	"	"	"	"	
Xylene (o)	0.116	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		89.5 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		108 %	80-120		"	"	"	"	
Carbon Ranges C6-C10	24.4	10.0	mg/kg dry	1	EI62719	09/27/06	09/28/06	EPA 8015B	
Carbon Ranges >C10-C28	2140	10.0	"	"	"	"	"	"	
Total Carbon Range C6-C28	2160	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		108 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		129 %	70-130		"	"	"	"	
<b>C-005-BG (6122005-05) Soil</b>									
Benzene	ND	0.0250	mg/kg dry	25	EI62506	09/25/06	09/25/06	EPA 8021B	
Toluene	ND	0.0250	"	"	"	"	"	"	
Ethylbenzene	ND	0.0250	"	"	"	"	"	"	
Xylene (p/m)	ND	0.0250	"	"	"	"	"	"	
Xylene (o)	ND	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		82.2 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		101 %	80-120		"	"	"	"	
Carbon Ranges C6-C10	ND	10.0	mg/kg dry	1	EI62719	09/27/06	09/28/06	EPA 8015B	
Carbon Ranges >C10-C28	15.7	10.0	"	"	"	"	"	"	
Total Carbon Range C6-C28	15.7	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		100 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		115 %	70-130		"	"	"	"	

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 3 of 9

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**General Chemistry Parameters by EPA / Standard Methods**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
<b>C-001-18 (6122005-01) Soil</b>									
% Moisture	4.8	0.1	%	1	EI62508	09/22/06	09/25/06	% calculation	
<b>C-002-13 (6122005-02) Soil</b>									
% Moisture	13.8	0.1	%	1	EI62508	09/22/06	09/25/06	% calculation	
<b>C-003-19 (6122005-03) Soil</b>									
% Moisture	4.7	0.1	%	1	EI62508	09/22/06	09/25/06	% calculation	
<b>C-004-120 (6122005-04) Soil</b>									
% Moisture	14.8	0.1	%	1	EI62508	09/22/06	09/25/06	% calculation	
<b>C-005-BG (6122005-05) Soil</b>									
% Moisture	4.9	0.1	%	1	EI62508	09/22/06	09/25/06	% calculation	

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**Organics by GC - Quality Control**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
<b>Batch EI62506 - EPA 5030C (GC)</b>										
<b>Blank (EI62506-BLK1)</b>										
Prepared & Analyzed: 09/25/06										
Benzene	ND	0.0250	mg/kg wet							
Toluene	ND	0.0250	"							
Ethylbenzene	ND	0.0250	"							
Xylene (p/m)	ND	0.0250	"							
Xylene (o)	ND	0.0250	"							
Surrogate: a,a,a-Trifluorotoluene	32.1		ug/kg	40.0		80.2	80-120			
Surrogate: 4-Bromofluorobenzene	34.7		"	40.0		86.8	80-120			
<b>LCS (EI62506-BS1)</b>										
Prepared & Analyzed: 09/25/06										
Benzene	1.30	0.0250	mg/kg wet	1.25		104	80-120			
Toluene	1.18	0.0250	"	1.25		94.4	80-120			
Ethylbenzene	1.08	0.0250	"	1.25		86.4	80-120			
Xylene (p/m)	2.47	0.0250	"	2.50		98.8	80-120			
Xylene (o)	1.10	0.0250	"	1.25		88.0	80-120			
Surrogate: a,a,a-Trifluorotoluene	35.3		ug/kg	40.0		88.2	80-120			
Surrogate: 4-Bromofluorobenzene	43.5		"	40.0		109	80-120			
<b>Calibration Check (EI62506-CCV1)</b>										
Prepared & Analyzed: 09/25/06										
Benzene	57.4		ug/kg	50.0		115	80-120			
Toluene	49.0		"	50.0		98.0	80-120			
Ethylbenzene	45.6		"	50.0		91.2	80-120			
Xylene (p/m)	90.0		"	100		90.0	80-120			
Xylene (o)	44.4		"	50.0		88.8	80-120			
Surrogate: a,a,a-Trifluorotoluene	42.8		"	40.0		107	80-120			
Surrogate: 4-Bromofluorobenzene	38.4		"	40.0		96.0	80-120			
<b>Matrix Spike (EI62506-MS1)</b>										
Source: 6122005-05 Prepared: 09/25/06 Analyzed: 09/26/06										
Benzene	1.34	0.0250	mg/kg dry	1.31	ND	102	80-120			
Toluene	1.21	0.0250	"	1.31	ND	92.4	80-120			
Ethylbenzene	1.13	0.0250	"	1.31	ND	86.3	80-120			
Xylene (p/m)	2.28	0.0250	"	2.63	ND	86.7	80-120			
Xylene (o)	1.09	0.0250	"	1.31	ND	83.2	80-120			
Surrogate: a,a,a-Trifluorotoluene	55.3		ug/kg	40.0		88.2	80-120			
Surrogate: 4-Bromofluorobenzene	41.2		"	40.0		103	80-120			

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 5 of 9

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**Organics by GC - Quality Control**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
---------	--------	--------------------	-------	----------------	------------------	------	----------------	-----	--------------	-------

**Batch EI62506 - EPA 5030C (GC)**

**Matrix Spike Dup (EI62506-MSD1)**

Source: 6122005-05

Prepared: 09/25/06

Analyzed: 09/26/06

Benzene	1.32	0.0250	mg/kg dry	1.31	ND	101	80-120	0.985	20	
Toluene	1.19	0.0250	"	1.31	ND	90.8	80-120	1.75	20	
Ethylbenzene	1.16	0.0250	"	1.31	ND	88.5	80-120	2.52	20	
Xylene (p/m)	2.34	0.0250	"	2.63	ND	89.0	80-120	2.62	20	
Xylene (o)	1.12	0.0250	"	1.31	ND	85.5	80-120	2.73	20	
Surrogate: a,a,a-Trifluorotoluene	32.6		ug/kg	40.0		81.5	80-120			
Surrogate: 4-Bromofluorobenzene	44.0		"	40.0		110	80-120			

**Batch EI62719 - Solvent Extraction (GC)**

**Blank (EI62719-BLK1)**

Prepared: 09/27/06

Analyzed: 09/28/06

Carbon Ranges C6-C10	ND	10.0	mg/kg wet							
Carbon Ranges >C10-C28	ND	10.0	"							
Total Carbon Range C6-C28	ND	10.0	"							
Surrogate: 1-Chlorooctane	51.0		mg/kg	50.0		102	70-130			
Surrogate: 1-Chlorooctadecane	54.4		"	50.0		109	70-130			

**LCS (EI62719-BS1)**

Prepared: 09/27/06

Analyzed: 09/28/06

Carbon Ranges C6-C10	564	10.0	mg/kg wet	500		113	75-125			
Carbon Ranges >C10-C28	419	10.0	"	500		83.8	75-125			
Total Carbon Range C6-C28	983	10.0	"	1000		98.3	75-125			
Surrogate: 1-Chlorooctane	60.4		mg/kg	50.0		121	70-130			
Surrogate: 1-Chlorooctadecane	58.4		"	50.0		117	70-130			

**Calibration Check (EI62719-CCV1)**

Prepared: 09/27/06

Analyzed: 09/28/06

Carbon Ranges C6-C10	220		mg/kg	250		88.0	80-120			
Carbon Ranges >C10-C28	260		"	250		104	80-120			
Total Carbon Range C6-C28	480		"	500		96.0	80-120			
Surrogate: 1-Chlorooctane	64.9		"	50.0		130	70-130			
Surrogate: 1-Chlorooctadecane	52.9		"	50.0		106	70-130			



Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**Organics by GC - Quality Control**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC Limits	RPD	RPD Limit	Notes
---------	--------	--------------------	-------	----------------	------------------	----------------	-----	--------------	-------

**Batch EI62719 - Solvent Extraction (GC)**

Matrix Spike (EI62719-MS1)		Source: 6122001-01		Prepared: 09/27/06		Analyzed: 09/28/06			
Carbon Ranges C6-C10	627	10.0	mg/kg dry	586	ND	107	75-125		
Carbon Ranges >C10-C28	471	10.0	"	586	ND	80.4	75-125		
Total Carbon Range C6-C28	1100	10.0	"	1170	ND	94.0	75-125		
Surrogate: 1-Chlorooctane	59.5		mg/kg	50.0		119	70-130		
Surrogate: 1-Chlorooctadecane	59.1		"	50.0		118	70-130		
Matrix Spike Dup (EI62719-MSD1)		Source: 6122001-01		Prepared: 09/27/06		Analyzed: 09/28/06			
Carbon Ranges C6-C10	642	10.0	mg/kg dry	586	ND	110	75-125	2.36	20
Carbon Ranges >C10-C28	488	10.0	"	586	ND	83.3	75-125	3.55	20
Total Carbon Range C6-C28	1130	10.0	"	1170	ND	96.6	75-125	2.69	20
Surrogate: 1-Chlorooctane	63.1		mg/kg	50.0		126	70-130		
Surrogate: 1-Chlorooctadecane	61.8		"	50.0		124	70-130		

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 7 of 9

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**General Chemistry Parameters by EPA / Standard Methods - Quality Control**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
---------	--------	--------------------	-------	----------------	------------------	------	----------------	-----	--------------	-------

**Batch EI62508 - General Preparation (Prep)**

**Blank (EI62508-BLK1)**

Prepared: 09/22/06 Analyzed: 09/25/06

% Solids	100		%							
----------	-----	--	---	--	--	--	--	--	--	--

**Duplicate (EI62508-DUP1)**

Source: 6I21011-01

Prepared: 09/22/06 Analyzed: 09/25/06

% Solids	76.6		%		77.2			0.780	20	
----------	------	--	---	--	------	--	--	-------	----	--

**Duplicate (EI62508-DUP2)**

Source: 6I22004-10

Prepared: 09/22/06 Analyzed: 09/25/06

% Solids	91.7		%		90.9			0.876	20	
----------	------	--	---	--	------	--	--	-------	----	--

**Duplicate (EI62508-DUP3)**

Source: 6I22004-30

Prepared: 09/22/06 Analyzed: 09/25/06

% Solids	89.8		%		90.0			0.222	20	
----------	------	--	---	--	------	--	--	-------	----	--

**Duplicate (EI62508-DUP4)**

Source: 6I22014-03

Prepared: 09/22/06 Analyzed: 09/25/06

% Solids	93.2		%		93.0			0.215	20	
----------	------	--	---	--	------	--	--	-------	----	--

Environmental Lab of Texas

*The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.*

Page 8 of 9

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

### Notes and Definitions

S-06      The recovery of this surrogate is outside control limits due to sample dilution required from high analyte concentration and/or matrix interference's.

S-04      The surrogate recovery for this sample is outside of established control limits due to a sample matrix effect.

J          Detected but below the Reporting Limit; therefore, result is an estimated concentration (CLP J-Flag).

DET      Analyte DETECTED

ND      Analyte NOT DETECTED at or above the reporting limit

NR      Not Reported

dry      Sample results reported on a dry weight basis

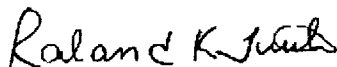
RPD      Relative Percent Difference

LCS      Laboratory Control Spike

MS      Matrix Spike

Dup      Duplicate

Report Approved By:



Date:

9/29/2006

Raland K. Tuttle, Lab Manager  
Celey D. Keene, Lab Director, Org. Tech Director  
Peggy Allen, QA Officer

Jeanne Mc Murrey, Inorg. Tech Director  
LaTasha Cornish, Chemist  
Sandra Sanchez, Lab Tech.

This material is intended only for the use of the individual (s) or entity to whom it is addressed, and may contain information that is privileged and confidential.

If you have received this material in error, please notify us immediately at 432-563-1800.

Environmental Lab of Texas

*The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.*

Page 9 of 9

## CHAIN OF CUSTODY RECORD AND ANALYSIS REQUEST

Phone: 432-563-1800  
Fax: 432-563-1713

Project Name: Continental APJ Federal 1

Project #: C-28-T23S-R32E

**Project Loc:** Lea County

PO #: 1032420

Fax No: 505-748-4585

**Report Format:**

Sampler Signature Sherry Anderson

e-mail: shernyb@ypcnm.com

[illegible]

**Environmental Lab of Texas**  
Variance/ Corrective Action Report- Sample Log-In

Client: Vatco  
Date/ Time: 9/11/06  
Lab ID #: 6122025  
Initials: CK

**Sample Receipt Checklist**

				Client Initials	
#1	Temperature of container/ cooler?	Yes	No	3.0 °C	
#2	Shipping container in good condition?	Yes	No		
#3	Custody Seals intact on shipping container/ cooler?	Yes	No	Not Present	
#4	Custody Seals intact on sample bottles/ container?	Yes	No	Not Present	
#5	Chain of Custody present?	Yes	No		
#6	Sample instructions complete of Chain of Custody?	Yes	No		
#7	Chain of Custody signed when relinquished/ received?	Yes	No		
#8	Chain of Custody agrees with sample label(s)?	Yes	No	ID written on Cont./ Lid	
#9	Container label(s) legible and intact?	Yes	No	Not Applicable	
#10	Sample matrix/ properties agree with Chain of Custody?	Yes	No		
#11	Containers supplied by ELOT?	Yes	No		
#12	Samples in proper container/ bottle?	Yes	No	See Below	
#13	Samples properly preserved?	Yes	No	See Below	
#14	Sample bottles intact?	Yes	No		
#15	Preservations documented on Chain of Custody?	Yes	No		
#16	Containers documented on Chain of Custody?	Yes	No		
#17	Sufficient sample amount for indicated test(s)?	Yes	No	See Below	
#18	All samples received within sufficient hold time?	Yes	No	See Below	
#19	VOC samples have zero headspace?	Yes	No	Not Applicable	

**Variance Documentation**

Contact: \_\_\_\_\_ Contacted by: \_\_\_\_\_ Date/ Time: \_\_\_\_\_  
Regarding: \_\_\_\_\_

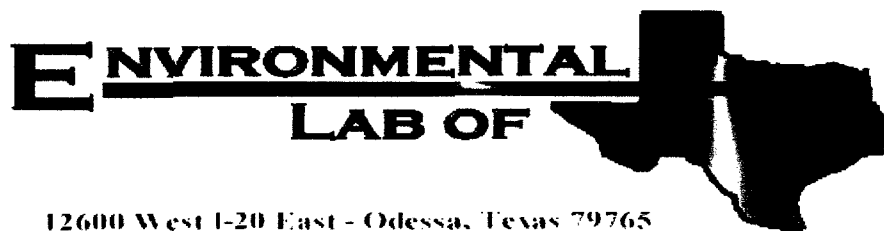
Corrective Action Taken:

Check all that Apply:

☐ See attached e-mail/ fax

☐ Client understands and would like to proceed with analysis

☐ Cooling process had begun shortly after sampling event



## Analytical Report

**Prepared for:**

Sherry Bonham

Yates Petroleum Corp.

105 S. Fourth St.

Artesia, NM 88210

Project: Continental APJ Federal 1

Project Number: C-28-T23S-R32E

Location: Lea County

Lab Order Number: 6I22005

Report Date: 09/29/06

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-I23S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**ANALYTICAL REPORT FOR SAMPLES**

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
C-001-18	6I22005-01	Soil	09/21/06 11:10	09-22-2006 09:30
C-002-13	6I22005-02	Soil	09/21/06 11:40	09-22-2006 09:30
C-003-19	6I22005-03	Soil	09/21/06 12:00	09-22-2006 09:30
C-004-120	6I22005-04	Soil	09/21/06 12:20	09-22-2006 09:30
C-005-BG	6I22005-05	Soil	09/21/06 13:15	09-22-2006 09:30

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**General Chemistry Parameters by EPA / Standard Methods**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
<b>C-001-18 (6122005-01) Soil</b>									
Chloride	85.6	5.00	mg/kg	10	EI62106	09/22/06	09/22/06	EPA 300.0	
<b>C-002-13 (6122005-02) Soil</b>									
Chloride	9880	200	mg/kg	400	EI62106	09/22/06	09/22/06	EPA 300.0	
<b>C-003-19 (6122005-03) Soil</b>									
Chloride	1790	25.0	mg/kg	50	EI62106	09/22/06	09/22/06	EPA 300.0	
<b>C-004-120 (6122005-04) Soil</b>									
Chloride	824	10.0	mg/kg	20	EI62106	09/22/06	09/22/06	EPA 300.0	
<b>C-005-BG (6122005-05) Soil</b>									
Chloride	J [1.62]	5.00	mg/kg	10	EI62106	09/22/06	09/22/06	EPA 300.0	J



Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

Project: Continental APJ Federal 1  
Project Number: C-28-123S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

**General Chemistry Parameters by EPA / Standard Methods - Quality Control**  
**Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
Batch EI62106 - Water Extraction										
Blank (EI62106-BLK1)				Prepared: 09/21/06 Analyzed: 09/22/06						
Chloride	ND	0.500	mg/kg							
LCS (EI62106-BS1)				Prepared: 09/21/06 Analyzed: 09/22/06						
Chloride	11.8	0.500	mg/kg	10.0	118	80-120				
Calibration Check (EI62106-CCV1)				Prepared: 09/21/06 Analyzed: 09/22/06						
Chloride	11.7		mg/L	10.0	117	80-120				
Duplicate (EI62106-DUP1)		Source: 6I19016-10		Prepared & Analyzed: 09/22/06						
Chloride	1600	25.0	mg/kg	1590	0.627	20				
Matrix Spike (EI62106-MS1)		Source: 6I19016-10		Prepared: 09/21/06 Analyzed: 09/22/06						
Chloride	2040	25.0	mg/kg	500	1590	90.0	80-120			

Environmental Lab of Texas

*The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.*

Page 3 of 4

Yates Petroleum Corp.  
105 S. Fourth St.  
Artesia NM, 88210

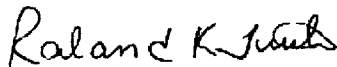
Project: Continental APJ Federal 1  
Project Number: C-28-T23S-R32E  
Project Manager: Sherry Bonham

Fax: (505) 748-4662

### Notes and Definitions

J Detected but below the Reporting Limit; therefore, result is an estimated concentration (CLP J-Flag).  
DET Analyte DETECTED  
ND Analyte NOT DETECTED at or above the reporting limit  
NR Not Reported  
dry Sample results reported on a dry weight basis  
RPD Relative Percent Difference  
LCS Laboratory Control Spike  
MS Matrix Spike  
Dup Duplicate

Report Approved By:



Date:

9/29/2006

Raland K. Tuttle, Lab Manager  
Celey D. Keene, Lab Director, Org. Tech Director  
Peggy Allen, QA Officer

Jeanne Mc Murrey, Inorg. Tech Director  
LaTasha Cornish, Chemist  
Sandra Sanchez, Lab Tech.

This material is intended only for the use of the individual (s) or entity to whom it is addressed, and may contain information that is privileged and confidential.

If you have received this material in error, please notify us immediately at 432-563-1800.



# Environmental Lab of Texas

## Variance/ Corrective Action Report- Sample Log-In

Client: Vater

Date/Time: 9/12/06

Lab ID #: 6I22005

Initials: CLK

### Sample Receipt Checklist

Client Initials

#1	Temperature of container/ cooler?	Yes	No	3.0 °C	
#2	Shipping container in good condition?	Yes	No		
#3	Custody Seals intact on shipping container/ cooler?	Yes	No	Not Present	
#4	Custody Seals intact on sample bottles/ container?	Yes	No	Not Present	
#5	Chain of Custody present?	Yes	No		
#6	Sample instructions complete of Chain of Custody?	Yes	No		
#7	Chain of Custody signed when relinquished/ received?	Yes	No		
#8	Chain of Custody agrees with sample label(s)?	Yes	No	ID written on Cont./ Lid	
#9	Container label(s) legible and intact?	Yes	No	Not Applicable	
#10	Sample matrix/ properties agree with Chain of Custody?	Yes	No		
#11	Containers supplied by ELOT?	Yes	No		
#12	Samples in proper container/ bottle?	Yes	No	See Below	
#13	Samples properly preserved?	Yes	No	See Below	
#14	Sample bottles intact?	Yes	No		
#15	Preservations documented on Chain of Custody?	Yes	No		
#16	Containers documented on Chain of Custody?	Yes	No		
#17	Sufficient sample amount for indicated test(s)?	Yes	No	See Below	
#18	All samples received within sufficient hold time?	Yes	No	See Below	
#19	VOC samples have zero headspace?	Yes	No	Not Applicable	

### Variance Documentation

Contact: \_\_\_\_\_ Contacted by: \_\_\_\_\_ Date/ Time: \_\_\_\_\_

Regarding: \_\_\_\_\_

Corrective Action Taken: \_\_\_\_\_

Check all that Apply:

- ☐ See attached e-mail/ fax
- ☐ Client understands and would like to proceed with analysis
- ☐ Cooling process had begun shortly after sampling event