

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

RECEIVED

Form C-141
 Revised October 10, 2003

Oil Conservation Division
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

FEB 11 2011
 HOBBSUCD

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 TH Street	Telephone No. 575-748-1471	
Facility Name Vespa BME Federal Com. #2H	API Number 30-005- 29083 2110	Facility Type Battery
Surface Owner Fee	Mineral Owner Federal	Lease No. NM-105886

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	9	15S	31E	950	South	200	West	Chaves

Latitude 33.02563 Longitude 103.83426

NATURE OF RELEASE

Type of Release Oil & Produced Water Mix	Volume of Release 40 B/O & PW mix	Volume Recovered 40 B/O & PW mix
Source of Release Heater Treater	Date and Hour of Occurrence 2/4/2010 - PM	Date and Hour of Discovery 2/4/2010 - PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson/NMOCD I	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 2/7/2011, AM (voicemail & email)	
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.* Valve on heater treater froze and broke. Vacuum truck and roustabout crew was called.		
Describe Area Affected and Cleanup Action Taken.* An approximate area of 25' X 50' (all inside bermed battery, battery is lined). Vacuum truck picked up all oil and produced water. Impacted gravel being removed and hauled to an NMOCD approved facility, being replaced with new, clean gravel, heater treater to be cleaned. Depth to Ground Water: >100' (approximately 280' per NMOSE & 285' per Chevron/Texaco trend map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Based on the battery being lined and all released oil and produced water was recovered, 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: 	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Robert Asher	Approved by District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: boba@yatespetroleum.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Thursday, February 10, 2011 Phone: 575-748-4217	1RP-	

* Attach Additional Sheets If Necessary