

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

MAY 04 2010  
HOBSBOLD

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		Telephone No. 575-748-1471
Facility Name Orbison BON State Com. #2	API Number 30-025-38888	Facility Type Well

Surface Owner Fee	Mineral Owner State	Lease No. V-5875
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	14	12S	34E	1650	South	1980	East	Lea

Latitude 33.27584 Longitude 103.47870

NATURE OF RELEASE

Type of Release Oil & Produced Water	Volume of Release 2 B/O & 5 B/PW	Volume Recovered 0 B/O & 0 B/PW
Source of Release Well head	Date and Hour of Occurrence 4/25/2010, AM	Date and Hour of Discovery 4/25/2010, 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	WATER @ 45'	

Describe Cause of Problem and Remedial Action Taken.\*  
Packing blew out at the wellhead causing release. Backhoe crew called

Describe Area Affected and Cleanup Action Taken.\*  
An approximate area of 50' X 75'. A backhoe scraped up impacted soils, hauled to an NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's a Final Report, C-141 will be submitted to the OCD requesting closure. If the analytical results for TPH & BTEX are above the RRAL a work plan will be submitted to the OCD. Depth to Ground Water: 50-99' (approx. 65', Section 14, T10S-R34E, per New Mexico Office of the State Engineer), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10.

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 ENV ENGINEER : District Supervisor:	
Title: Environmental Regulatory Agent	Approval Date: 05/18/10	Expiration Date: 07/19/10
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: SUBMIT FINAL C-141 BY 07/19/10	Attached <input type="checkbox"/>
Date: Monday, May 03, 2010 Phone: 575-748-4217	IRP- DEPTH TO GROUND WATER	IR-10-5-2532

\* Attach Additional Sheets If Necessary

IRP - 2532  
PGRL 1013842011

AND SITE RANKING ARE ERRONEOUS, MULTIPLE READINGS IN 12S-34E OF BELOW 50', CLOSEST IS ~45', RRALS MUST CORRESPOND TO <50' DEPTH TO GROUND WATER. RANK = 20,