District CORRECTED CORY

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

Name of Company Vates Petroleum Corporation OGRID Number Address Address Telephone No. 104 S. 4 <sup>TH</sup> Street  Final Report
Ystes Petroleum Corporation 25575 Robert Asher  Address Telephone No. 104 S. 4 <sup>TH</sup> Street 575-748-1471
Address         Telephone No.           104 S. 4 <sup>TH</sup> Street         575-748-1471
104 S. 4 <sup>TH</sup> Street 575-748-1471
Facility Name API Number Facility Type
70 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
Mimosa Federal SWD #3Y -30-015-32896 Battery
Surface Owner Mineral Owner Lease No.
Federal Federal NM-39635
rected APE: 30-015-29123 LOCATION OF RELEASE
Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County P 4 20S 24E 635' South 330' East Eddy
F 4 205 245 055 Suutt 550 Laat 2445
Latitude 32.59732 Longitude 104.58540
NATURE OF RELEASE
Type of Release Volume Recovered Oil 20 B/O 0 B/O
Source of Release Date and Hour of Occurrence Date and Hour of Discovery
Sales Line 2/20/2011; AM :2/20/2011;
Was Immediate Notice Given?  ☐ Yes ☐ No ☒ Not Required N/A
By Whom? Date and Hour
N/A N/A Was a Watercourse Reached? If YES, Volume Impacting the Watercourse.
☐ Yes ☒ NoN/A
If a Watercourse was Impacted, Describe Fully.*  N/A
Describe Cause of Problem and Remedial Action Taken.*
Sales line collar came apart to cause release. Shut in valves and line was repaired.  Describe Area Affected and Cleanup Action Taken.*
An approximate area of 30° X 500° (outside of battery). No oil was recovered. Entire release area has been sprayed with Microblaze. Vertical and
horizontal delineation samples have been taken (3/9/2011) and analysis to be run for TPH & BTEX Based on results a work plan will be submitted to address remedial actions to be taken. Depth to Ground Water: >100' (approximately 268', per NMOSE), Wellbead Protection Area: No, Distance to
Surface Water Body: 200-1000', 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.
OIL CONSERVATION DIVISION
Signature: See M.
Approved by District Supervisor:
Printed Name: Robert Asher
Title: Environmental Regulatory Agent Approval Date: 3/16/1/ Expiration Date:
E-mail Address: boba@yatespetroleum.com Conditions of Approval:
1 Attached
Date: Wednesday, March 09, 2011 Phone: 575-748-4217 REMEDIATION per OCD Rules and Attach Additional Sheets If Necessary Guidelines, SUBMIT REMEDIATION 2007 11/10
Attach Additional Sheets If Necessary  Guidelines. SUBMIT REMEDIATION PROPOSAL BY: / 2RP-643