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PHOENIX ENVIRO

PAGE 82

District I 1623 N. Frencis Dr., Hobbs, Whit 88240 District II 1201 W. Gereal A versus, Artosia, NM 88210 District III 1000 Rev Brezos Rond, Astro., NM 97410 District IV 1220 S. St. Francis Dr., Santa Pa, 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-144 June 1, 2004

and preduction facilities, submit as MMOCD District Office.

Sacilities, submit to Sapta To FIVED

Pit or Below-Grade Tank Registration or Closure 19 pit or below-grade tank covered by a "general plan"? Yes V No U Type of action: Registration of a pit or below-grade tank U Closure of a pit or below-grade tank SV UU-AFIT COMM			
Operator: Marie Oil + Gas Corporation Tempora: (45)(4)3-3171 oranil attente Whoole 1000 peraturgicam			
Faccility or well record: Bace ++ 26 Com 1 API #: 1	10 - 015 - 33428 U/L or Qui/Qu	800 260 T	185 x 286
County: Edd - Legisude	72° 48' 28'.6" Longitude 104°-	08-39" NAD: 1	927 🗖 1983 🗖
Surface Owner: Pederal C State (#Frivate C Indian C			
	Balant Street Street		A. C.
	Volume: bit Type of fluid;		
Lyng: Drilling Production Dispusal C			
Workover C Boungaracy C	Construction material; Double-walled, with leak desection? Yes [] If not,	amilain who and	h.
Lined (Unlined)	Tipmpip-Militiah Man yang demograms, Jen TT vi last	essistents and time	
Lines rypo: Synthetic D Thistones 12 will Clay D	- TOENIED		
Pit Volume 3100 bis	RECEIVED		
Depth to ground water (vertical distance from bottom of pit to sessonal	Less than 50 feet	(20 points)	
	30 flost or follow, but less times 486 500 6 2006	(10 points)	ן
High water aleverien at ground wells:) 195 865	100 to a more ALT-WLIFE SIV	(Operium)	
	Yes	(20 points)	
Welfhead prosection area: (Lens than 200 feet from a private dementio		(Oppint)	2
water source, or ions than 1000 that flore, all eather water sources,)	No		
	Logs then 200 feet	(20 peints)	
Distance to surface water: (hortpopts) distance to all wedends, player,	200 fleet or more, but igns them 1000 fleet	(10 poksu)	
inigation canals, disches, and parential and aphenomic watercourses.)	1000 fast or more	(Oppoints)	> 1
	Reaking Store (Total Points)		
Militable a militable and adjusted (1) About a disposan of the Spotling showing the pir's relationship to other aquipment and tendes. (2) Indicate disposal locations: (check the continue low if			
your are burying in place) ansits 🗹 affeits 🔲 If office, name of facility	(3) Attacin a general de	soriptiots of remedial act	ion taltus intifuding
respectivations start date and each date. (4) Groundwater encountered: No 🖫 Yes 🔲 Myes, above depth below ground sections			
(5) Attach soil remails and a diagram of semple locations and excavations			
Additional Comments: Please See attached work place for pet Closure.			
AMERICAN CONTRACT POLICY CONTRACT CONTR			
		-	
			
I hereby eartify that the information above is true and complete to the best	of muchowledge and belief. I further certify that the	e above described pit o	r below-grade teak
his been/will be constructed or closed according to MMOCD guideline	s 🌃 # general paradit 🗀 or en (namental) sinn fun	ne chimenbhanas has	
Dec. 4-25-06	-//- //		1
	11 hull I had	7	
The state of the s	Signature /		
Your certification and NMOCD approval of this application/alouse does not relieve the operator of his responsibility for compliance with any other factors, are local laws under constant. Nor does it relieve the operator of its responsibility for compliance with any other factors, are local laws under regulations.			
Com. A. v.	1 1	Δ	PR 2 8 2006
Agareval: Gerry Guye	Poeus.	***************************************	I IN & U LOUG
Printed Name Title Deputy Field Inspector Signature Getting Transported Date:			
District II - Artesia			



PHOERIX ENVIRONMENTAL LLC

P.O. Box 1856

2113 French Dr.

Hobbs, NM 88241-1856

Office 505-391-9685

Fax 505-391-9687

APR 2.5 2006 OCUMPITESIA

April 24, 2006

Xeric Oil & Gas Corporation P.O. Box 352 Midland Tx. 79702

Attn: Mr. Nick Hood

RE: Work Plan to Clean Up the Beretta 26 Com #1 Drilling Pit Located in Sec 26, T18S and R28E of Eddy County, New Mexico

Dear Mr. Hood:

Phoenix Environmental, LLC (Phoenix) would like to take this time to thank you and Xeric Oil & Gas Corp. for the opportunity to provide our professional services on the site remediation of the above listed site that is located in Eddy Co. New Mexico.

If you have any questions and/or need more data in regards to this project please call at any time.

Sincerely,

Sr. Project Manager

Phoenix Environmental LLC

Summary/Overview

The Drilling Pit site should be completed and remediated in accordance with the standards of the NMOCD. It is our understanding that any potential contamination from the site was a result of activities associated with the drilling and production of oil and gas.

The potential contaminates of concern are mid to high-level concentrations of salt water, drilling mud, cuttings and fluids that were left after drilling operations were completed.

The lands primary use is domestic pasture for ranching and the production of oil and gas.

The ground water depth data available for this area showed there is no ground water or if there is any it is deeper than 100' BGS.

Pursuant to the standards of the NMOCD, the clean up level for this site will be at <5,000ppm of TPH, < 50ppm for BTEX and Chlorides less than <250ppm.

The following scope of work was based on data from our site visit and the requirements of the NMOCD for site clean up.

Scope of Work for Entombment of Impacted Soils

NOTE: Phoenix for the purpose of this work plan will estimate that there is approximately 2,600cyds of impacted soils and mud at the site that needs to be addressed for site closure.

- 1. First Phoenix will call One-Call for line spot clearance before any excavation at the site is started.
- Phoenix will mobilize to the site located 3.2 miles SW on 217 from 360 South of Loco Hills, equipment and personnel necessary to start and complete the site remediation as required, getting the site back into compliance.
- 3. First the site will be cleared of brush and debris and a staging area set up for site control and safety.



- 4. Phoenix will move the stockpile of soils on the backside of the pits back to allow room to excavate the tomb to hold the contents of the pit. While leaving the top of the impacted soils at a minimum of three feet below grade, the size of the tomb will need to be 150x27x20 and will yield an estimated 3,000cyds of total material and will hold an estimated 2,600cyds of impacted soils.
- 5. Once the tomb area has been excavated it will be lined with 12mil HDPE bottom and a 20mil top with enough to fold back over the top of the impacted soils before backfilling.
- 6. Impacted soils at the site will then be excavated, transported and placed in the lined tomb area until the top of the impacted soils are at a minimum of three feet below grade.
- 7. Phoenix will field screen the site during the excavation and once the TPH and CL has dropped below clean up requirements final samples will be taken and sent to a third party lab for analysis.
- Once all of the remediation criteria have been met for site closure and compliance, the site will be backfilled with clean material from the site. The site will be contoured with a slit crown to prevent the ponding of any water and reseeded.
- Once all of the closure criteria have been met, a final closure report will be prepared by Phoenix. This report will include a summary of remediation operations, findings on-site and lab analysis, site maps and project photos.

If you have any questions and/or need more data in regards to this project please call 505-631-8314 at any time.

Sincerely.

Sr. Project Manager

Phoenix Environmental LLC





