

November 4, 2018

Dear Mr. Allen:

RE: Oxy Red Tank Produced Water Recycling Facility and 3 Recycling Containment located in Lea County, Section 30, Township 22S, Range 33E.

NMOCD has reviewed the submitted documents, dated May 17, 2018, encompassing the C-147 Registration Package for Oxy Red Tank Recycling Facility and 3 associated Red Tank Recycling Containments. The Recycling Containments will be located in U/L N, Section 30, Township 22S, Range 33E and the Recycling Facility in U/L K, Section 30, Township 22S, Range 33E.

NMOCD grants approval to the proposed Oxy Red Tank Recycling Facility and 3 Recycling Containments. The variance request to install and operate the "Bird-X Mega Blaster Pro" system in lieu of Rule indicated netting for bird deterrence is also approved. It is the responsibility of the Operator to maintain appropriate function of said system. Other aspects of the Rule relative to bird control/reporting remain in place.

Thank you for your assistance and cooperation on this matter.

Sincerely,

Bradford Billings

EMNRD

OCD/Santa Fe

Be advised: Please keep a copy of this electronic communication for your files, as no paper copy will be delivered.