District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., 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 Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 **Page 1 of 68** Form C-141

Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

)

| Incident ID | nAPP2119742289 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party: SIMCOE, LLC | OGRID: 329736 |
|---|---|
| Contact Name: Sabre Beebe | Contact Telephone (970) 852-5172 |
| Contact email: sabre.beebe@ikavenergy.com | Incident # (assigned by OCD) nAPP2119742289 |
| Contact mailing address: 1199 Main Ste., Suite 101, Durango, CO 81301 | |

Location of Release Source

Latitude 36.907990

Longitude -107.535228 (NAD 83 in decimal degrees to 5 decimal places)

| Site Name: North East Blanco Unit 605 001 H | Site Type: Natural Gas Production Water System |
|---|--|
| Date Release Discovered: 07/06/2021 | API# (if applicable) 30-045-35851 |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|-----------------|
| Р | 11 | 31N | 07W | San Juan County |

Surface Owner: State Federal Tribal Private (Name: IKAV Energy/Simcoe, LLC_____

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

| Volume Released (bbls) | Volume Recovered (bbls) | |
|--|---|--|
| Volume Released (bbls) Approx. 16 bbl | Volume Recovered (bbls) Approx. 0 bbl | |
| Is the concentration of dissolved chloride in the produced water >10,000 mg/l? | Yes No | |
| Volume Released (bbls) | Volume Recovered (bbls) | |
| Volume Released (Mcf) | Volume Recovered (Mcf) | |
| Volume/Weight Released (provide units) | Volume/Weight Recovered (provide units) | |
| aked to break up any surface staining. Additional visu m the release. Additional auger sampling performed a D. Two (2) 5-point composite samples both returned r | t 0-48 inches on 11/29/2022 and analyzed for TPH as | |
| | Volume Released (bbls) Approx. 16 bbl Is the concentration of dissolved chloride in the produced water >10,000 mg/l? Volume Released (bbls) Volume Released (Mcf) Volume/Weight Released (provide units) of produced water transfer line. Soil samples indicate aked to break up any surface staining. Additional visu m the release. Additional auger sampling performed a | |

No further action is required on this area. Simcoe, LLC is requesting closure.

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Oil Conservation Division

| Incident ID | |
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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

| Closure Report Attachment Checklist: Each of the following items must be included in the closure report. | | | |
|---|--|--|--|
| A scaled site and sampling diagram as described in 19.15.29.11 NMAC | | | |
| Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection) | | | |
| Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling) | | | |
| Description of remediation activities | | | |
| | | | |
| I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete. Printed Name: _Sabre Beebe Title:Environmental Coordinator Signature: _Sabre Beebe Telephone:970-852-5172 | | | |
| OCD Only | | | |
| Received by: Date: | | | |
| Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations. | | | |
| Closure Approved by: Nelson Velez Date: 01/11/2023 Printed Name: Nelson Velez Title: Environmental Specialist – Adv | | | |
| Printed Name: Nelson Velez Title:Environmental Specialist – Adv | | | |

2022.04.11 Northeast Blanco Unit 605 H 1 pipeline leak remediation.





Northeast Blanco Unit 605 H 1 Remediation photos

04/11/2022

Released to Imaging: 1/11/2023 2:34:20 PM





04/11/2022





04/11/2022

Released to Imaging: 1/11/2023 2:34:20 PM





04/11/2022





04/11/2022

Sabre Beebe

| From: | Velez, Nelson, EMNRD <nelson.velez@emnrd.nm.gov></nelson.velez@emnrd.nm.gov> |
|----------|--|
| Sent: | Friday, November 18, 2022 9:48 AM |
| То: | Sabre Beebe |
| Subject: | RE: [EXTERNAL] FW: NEBU 605 Com 001 H Variance Request |

Sabre,

Thank you for the notice. If an OCD representative is not on-site on the date &/or time given, please sample per 19.15.29 NMAC. For whatever reason, if the sampling timeframe is altered, please notify the OCD as soon as possible so we may adjust our schedule(s). Failure to notify the OCD of this change may result in the closure sample(s) not being accepted.

Please keep a copy of this communication for inclusion within the appropriate report submittal.

Regards

Nelson Velez • Environmental Specialist - Adv Environmental Bureau | EMNRD - Oil Conservation Division 1000 Rio Brazos Road | Aztec, NM 87410 (505) 469-6146 | <u>nelson.velez@emnrd.nm.gov</u> NOTE NEW EMAIL ADDRESS http://www.emnrd.state.nm.us/OCD/



From: Sabre Beebe <sabre.beebe@ikavenergy.com>
Sent: Friday, November 18, 2022 9:45 AM
To: Velez, Nelson, EMNRD <Nelson.Velez@emnrd.nm.gov>
Subject: RE: [EXTERNAL] FW: NEBU 605 Com 001 H Variance Request

NOTIFICATION of SAMPLING:

Please be advised that the confirmation sampling for this incident is scheduled on 11/29/2022 to begin at 9:00 AM. Thank yoiu



Confidentiality notice:

This e-mail communication (and any attachment/s) are confidential and are intended only for the individual(s) or entity named above and to others who have been specifically authorized to receive it. Any information in this email and attachments may be legally privileged. If you are not the intended recipient, any disclosure, copying, reading, distribution, or any action taken or omitted in reliance on it, is prohibited and may be unlawful. Any opinions or advice contained in this email are subject to confidentiality and any terms and conditions may be protected by an engagement letter or other agreement. Please notify the sender that you have received this e-mail in error by calling the phone number above or by e-mail, and delete the e-mail (including any attachment/s) subsequently. This information may be subject to professional confidentiality (e.g. auditors, tax, or legal advisors), other privilege, or may otherwise be protected by work product immunity or other legal rules. Thank you.

From: Velez, Nelson, EMNRD <<u>Nelson.Velez@emnrd.nm.gov</u>> Sent: Wednesday, November 16, 2022 10:11 AM To: Sabre Beebe <<u>sabre.beebe@ikavenergy.com</u>> Subject: RE: [EXTERNAL] FW: NEBU 605 Com 001 H Variance Request

Sabre,

Upon review of the document provided, OCD grants the variance request for TPH analysis only, confirmation sampling of 1 five (5) point composite per 500 sq. ft., and sampling timing within two (2) weeks after this approval (no later than 11/30/2022). The remediation deadline will be updated to 12/23/2022 and reflected within the online incident page.

According to our records, this is the second time extension requested.

Please keep a copy of this communication for inclusion within the appropriate reporting documentation.

If you have any questions, please contact me via email at your convenience.

Thank you.

Regards,

Nelson Velez • Environmental Specialist - Adv Environmental Bureau | EMNRD - Oil Conservation Division 1000 Rio Brazos Road | Aztec, NM 87410 (505) 469-6146 | <u>nelson.velez@emnrd.nm.gov</u> NOTE NEW EMAIL ADDRESS http://www.emnrd.state.nm.us/OCD/



From: Sabre Beebe <<u>sabre.beebe@ikavenergy.com</u>>
Sent: Wednesday, November 16, 2022 8:20 AM
To: Velez, Nelson, EMNRD <<u>Nelson.Velez@emnrd.nm.gov</u>>; Velez, Nelson, EMNRD <<u>Nelson.Velez@emnrd.nm.gov</u>>; Subject: [EXTERNAL] FW: NEBU 605 Com 001 H Variance Request

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Again just trying to ensure you received this as I may have sent it to an incorrect email thank you



Confidentiality notice:

This e-mail communication (and any attachment/s) are confidential and are intended only for the individual(s) or entity named above and to others who have been specifically authorized to receive it. Any information in this email and attachments may be legally privileged. If you are not the intended recipient, any disclosure, copying, reading, distribution, or any action taken or omitted in reliance on it, is prohibited and may be unlawful. Any opinions or advice contained in this email are subject to confidentiality and any terms and conditions may be protected by an engagement letter or other agreement. Please notify the sender that you have received this e-mail in error by calling the phone number above or by e-mail, and delete the e-mail (including any attachment/s) subsequently. This information may be subject to professional confidentiality (e.g. auditors, tax, or legal advisors), other privilege, or may otherwise be protected by work product immunity or other legal rules. Thank you.

From: Sabre Beebe Sent: Thursday, November 10, 2022 9:07 AM To: Velez, Nelson, EMNRD <<u>Nelson.Velez@emnrd.nm.gov</u>> Subject: NEBU 605 Com 001 H Variance Request

Nelson,

Please see attached the variance request for the NEBU 605 Com 001 H pipeline release. Thank you for your consideration on this matter.

IKAV Energy Inc. Sabre Beebe Field Environmental Coordinator Office: (970) 852-5172 Mobile: (970)-769-9523 E-Mail: sabre.beebe@ikavenergy.com

Confidentiality notice:

This e-mail communication (and any attachment/s) are confidential and are intended only for the individual(s) or entity named above and to others who have been specifically authorized to receive it. Any information in this email and attachments may be legally privileged. If you are not the intended recipient, any disclosure, copying, reading, distribution, or any action taken or omitted in reliance on it, is prohibited and may be unlawful. Any opinions or advice contained in this email are subject to confidentiality and any terms and conditions may be protected by an engagement letter or other agreement. Please notify the sender that you have received this e-mail in error by calling the phone number above or by e-mail, and delete the e-mail (including any attachment/s) subsequently. This information may be

.

subject to professional confidentiality (e.g. auditors, tax, or legal advisors), other privilege, or may otherwise be protected by work product immunity or other legal rules. Thank you.

•

Initial Response Documentation

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., 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 Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

)

| Incident ID | NAPP2119742289 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party: SIMCOE LLC | OGRID: 329736 | | |
|---|---------------------------------------|--|--|
| Contact Name: Steve Moskal | Contact Telephone: (505) 330-9179 | | |
| Contact email: steven.moskal@ikavenergy.com | Incident # (assigned by OCD): Initial | | |
| Contact mailing address: 1199 Main Ste., Suite 101, Durango, CO 81301 | | | |

Location of Release Source

Latitude: 36.907990°

Longitude: <u>-107.535228</u>° (NAD 83 in decimal degrees to 5 decimal places)

| Site Name: NORTHEAST BLANCO UNIT 605 001H | Site Type: Natural Gas Production Water System |
|---|--|
| Date Release Discovered: 7/6/2021 | API# (if applicable): 30-045-35851 |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|----------|
| Р | 11 | 31N | 07W | San Juan |

Surface Owner: State Federal Tribal Private (Name: <u>IKAV Energy/Simcoe LLC</u>

Nature and Volume of Release

| Materi | ial(s) Released (Select all that apply and attach calculations or specific | justification for the volumes provided below) |
|------------------|--|---|
| Crude Oil | Volume Released (bbls) | Volume Recovered (bbls) |
| Produced Water | Volume Released (bbls) 16 | Volume Recovered (bbls) 0 |
| | Is the concentration of dissolved chloride in the produced water >10,000 mg/l? | Yes No |
| Condensate | Volume Released (bbls) | Volume Recovered (bbls) |
| 🗌 Natural Gas | Volume Released (Mcf) | Volume Recovered (Mcf) |
| Other (describe) | Volume/Weight Released (provide units) | Volume/Weight Recovered (provide units) |

Cause of Release:

Unknown failure of produced water transfer line. Soil samples indicate <u>hydrocarbon impacts below the remedial action level</u>. The area will be turned and raked to break up any surface staining. Additional visual monitoring will be performed to ensure there are no long-term aesthetic impacts from the release. No further action is requested.

| | | - | - | • • | | |
|-----|------|---|---|-----|--|--|
| - | | | | | | |
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Oil Conservation Division

| Incident ID | NAPP2119742289 |
|----------------|----------------|
| District RP | |
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| Was this a major | If YES, for what reason(s) does the responsible party consider this a major release? |
|--------------------------|---|
| release as defined by | |
| 19.15.29.7(A) NMAC? | |
| | |
| 🗌 Yes 🖾 No | |
| | |
| | |
| - | |
| If YES, was immediate ne | otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? |
| | |
| | |
| | |

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

 \square The source of the release has been stopped.

The impacted area has been secured to protect human health and the environment.

Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not been undertaken, explain why:

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.

| Printed Name: <u>Steve Moskal</u> | Title: <u>Environmental Coordinator</u> |
|--------------------------------------|---|
| Signature: | Date: <u>7/15/2021</u> |
| email: <u>smoskal@ikavenergy.com</u> | Telephone: <u>505-330-9179</u> |
| | |
| OCD Only | |
| Received by: Ramona Marcus | Date: 7/20/2021 |

Oil Conservation Division

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| Incident ID | NAPP2119742289 |
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Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

| | 1 |
|--|---------------------|
| What is the shallowest depth to groundwater beneath the area affected by the release? Depth to water determined using SJ 03426 well permit. | <u>420</u> (ft bgs) |
| | 🗌 Yes 🛛 No |
| Did this release impact groundwater or surface water? DTW ~420'; Defined drainage 625' to NW. | l |
| | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse? Defined drainage 625' to NW. | |
| | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)? None identified. | |
| | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church? None identified. | |
| | 🗌 Yes 🖂 No |
| Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used | |
| by less than five households for domestic or stock watering purposes? None identified within 500'. | |
| | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 1000 feet of any other fresh water well or spring? None identified in 1,000' | |
| Are the leteral extents of the release within incompared municipal hour derive on within a defined municipal fresh | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field? None identified. | |
| | 🗌 Yes 🖂 No |
| Are the lateral extents of the release within 300 feet of a wetland? None identified. | |
| | 🗌 Yes 🛛 No |
| Are the lateral extents of the release overlying a subsurface mine? None identified. | |
| | 🗌 Yes 🛛 No |
| Are the lateral extents of the release overlying an unstable area such as karst geology? None identified. | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within a 100-year floodplain? None identified. | |
| | 🗌 Yes 🖂 No |
| Did the release impact areas not on an exploration development production or storage site? | |

Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.

Characterization Report Checklist: Each of the following items must be included in the report.

Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells.

- Field data Not Applicable
- Data table of soil contaminant concentration data
- \boxtimes Depth to water determination
- Determination of water sources and significant watercourses within ½-mile of the lateral extents of the release
- Boring or excavation logs Not Applicable
- Photographs including date and GIS information
- Topographic/Aerial maps
- Laboratory data including chain of custody

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

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| Received by OCD: 1/6/2023 2:31 Form C-141 | 54 PMM ato of New Meyico | | | Page 16 of 68 |
|---|---------------------------|---|---|--|
| romi C-141 | | | Incident ID | NAPP2119742289 |
| Page 4 | Oil Conservation Division | | District RP | |
| | | | Facility ID | |
| | | | Application ID | |
| regulations all operators are required public health or the environment. T failed to adequately investigate and addition, OCD acceptance of a C-14 and/or regulations. Printed Name: <u>Steve Moskal</u> | | tifications and perform or OCD does not relieve the reat to groundwater, surfa f responsibility for comp Title: <u>Environmer</u> | orrective actions for rele e operator of liability sh- ice water, human health liance with any other fea ntal Coordinator | eases which may endanger ould their operations have or the environment. In |
| OCD Only Received by:Ramona Mar | zcus | Date:7/ | 20/2021 | |

Received by OCD: 1/6/2023 2:31:54 PMM Form C-141 State of New Mexico

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Oil Conservation Division

Remediation Plan Checklist: Each of the following items must be included in the plan.

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Remediation Plan

Detailed description of proposed remediation technique Scaled sitemap with GPS coordinates showing delineation points Estimated volume of material to be remediated Closure criteria is to Table 1 specifications subject to 19.15.29.12(C)(4) NMAC Proposed schedule for remediation (note if remediation plan timeline is more than 90 days OCD approval is required) Deferral Requests Only: Each of the following items must be confirmed as part of any request for deferral of remediation. Contamination must be in areas immediately under or around production equipment where remediation could cause a major facility deconstruction. Extents of contamination must be fully delineated. Contamination does not cause an imminent risk to human health, the environment, or groundwater. I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. Printed Name: ______ Title: ______ Title: ______ Signature: _____ Date: ____ Telephone: _____ email: _____ OCD Only Received by: _____ Date: Denied Deferral Approved Approved with Attached Conditions of Approval Approved Signature: Date:

Oil Conservation Division

| Incident ID | |
|----------------|--|
| District RP | |
| Facility ID | |
| Application ID | |

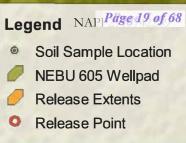
Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

| Closure Report Attachment Checklist: Each of the following items must be included in the closure report. | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|
| A scaled site and sampling diagram as described in 19.15.29.11 NMAC | | | | | | | | | |
| Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection) | | | | | | | | | |
| Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling) | | | | | | | | | |
| Description of remediation activities | | | | | | | | | |
| | | | | | | | | | |
| I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete. Printed Name: <u>Steve Moskal</u> Title: <u>Environmental Coordinator</u> Signature: <u>MacMacha</u> Date: <u>7/15/2021</u> email: <u>smoskal@ikavenergy.com</u> Telephone: <u>505-330-9179</u> | | | | | | | | | |
| <u>OCD Only</u> | | | | | | | | | |
| Received by: Ramona Marcus Date: 7/20/2021 | | | | | | | | | |
| Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations. | | | | | | | | | |
| Closure Approved by: NOTAPPROVED Date: | | | | | | | | | |
| Printed Name: Title: | | | | | | | | | |

Received by OCD: 1/6/2023 2:31:54 PMM NEBU 003 UU'I FI KeleaSe

P-11-31N-07W API #30-045-35851 Release Point GPS: 36.907990°, -107.535228°



SS04 SS03 SS01 Release Point

SS02



A N

SIMCOE LLC

NAPP2119742289

Northeast Blanco Unit 605 001-H Release

Incident #: TBD API #: #30-045-35851

P-11-31N-07W

Producd Water Gathering Line Release - Lab Results

Table 1

| MAP DESIGNATION # | SAMPLE | SAMPLE | GRAB / | TPH - | TPH - diesel | TPH - | TPH - motor oil | TPH - | Benzene | Toluene | Ethyl - benzene | Total Xylenes | BTEX - | Chloride |
|-----------------------------------|----------|--------|-----------|----------|--------------|------------|-----------------|------------|---------|---------|-----------------|---------------|------------|----------|
| & SAMPLE ID | DATE | TIME | COMPOSITE | gasoline | range | cumulative | range | cumulative | | | | | cumulative | |
| | | | | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) | (mg/Kg) |
| SS01 | 07/06/21 | 1:20 | Grab | <4.9 | <9.9 | <9.9 | <49 | <49 | <0.024 | <0.049 | <0.049 | <0.098 | <0.098 | <60 |
| SS01 | 07/06/21 | 1:25 | Grab | <24 | 350 | 350 | <49 | <49 | <0.12 | <0.24 | <0.24 | <0.47 | <0.47 | <60 |
| SS01 | 07/06/21 | 1:30 | Grab | <24 | 270 | 270 | <47 | <47 | <0.12 | <0.24 | <0.24 | <0.48 | <0.48 | <60 |
| SS01 | 07/06/21 | 1:35 | Grab | <4.8 | 14 | 14 | <49 | <49 | <0.024 | <0.048 | <0.048 | <0.095 | <0.095 | <60 |
| | | | | | | | | | • | | | | | |
| NMOCD RELEASE CLOSURE STANDARDS - | | | | | 1,000 | | 2,500 | 10 | 5 | | | 50 | 10,000 | |

Notes:

TPH - Total petroleum hydrocarbons by US EPA Method 8015B.

BTEX - Benzene, toluene, ethylbenzene, total xylenes by US EPA Method 8021B.

ppm - Parts per million.

mg/Kg - Milligram per kilogram (mg/Kg).

(-) - Not analyzed or N/A

NMOCD - New Mexico Oil Conservation Division.

Northeast Blanco Unit 605 001H Release July 6, 2021



Photo 1 – Release area on 7/6/2021.



Photo 2 – Release area on 7/6/2021.

Northeast Blanco Unit 605 001H Release July 6, 2021



Photo 3 – SSO1 grab sample location.



Photo 4 - SS02 grab sample location

Northeast Blanco Unit 605 001H Release July 6, 2021



Photo 5 – SS03 grab sample location.



Photo 6 – SS04 grab sample location at the terminus of the release flow.

Received by OCD: 1/6/2023 2:31:54 PMM NEBU 003 UU'I II Release

P-11-31N-07W API #30-045-35851 Release Point GPS: 36.907990°, -107.535228°

| Leg | gend | Page 24 | of 68 |
|-----|----------|-----------|-------|
| 3 | 1,000' E | Buffer | |
| 3 | 200' Bu | iffer | |
| 3 | 300' Bu | iffer | |
| 20 | 500' Bu | iffer | |
| 0 | NEBU | 605 Wellp | ad |
| 0 | Releas | e Point | |

1000 ft

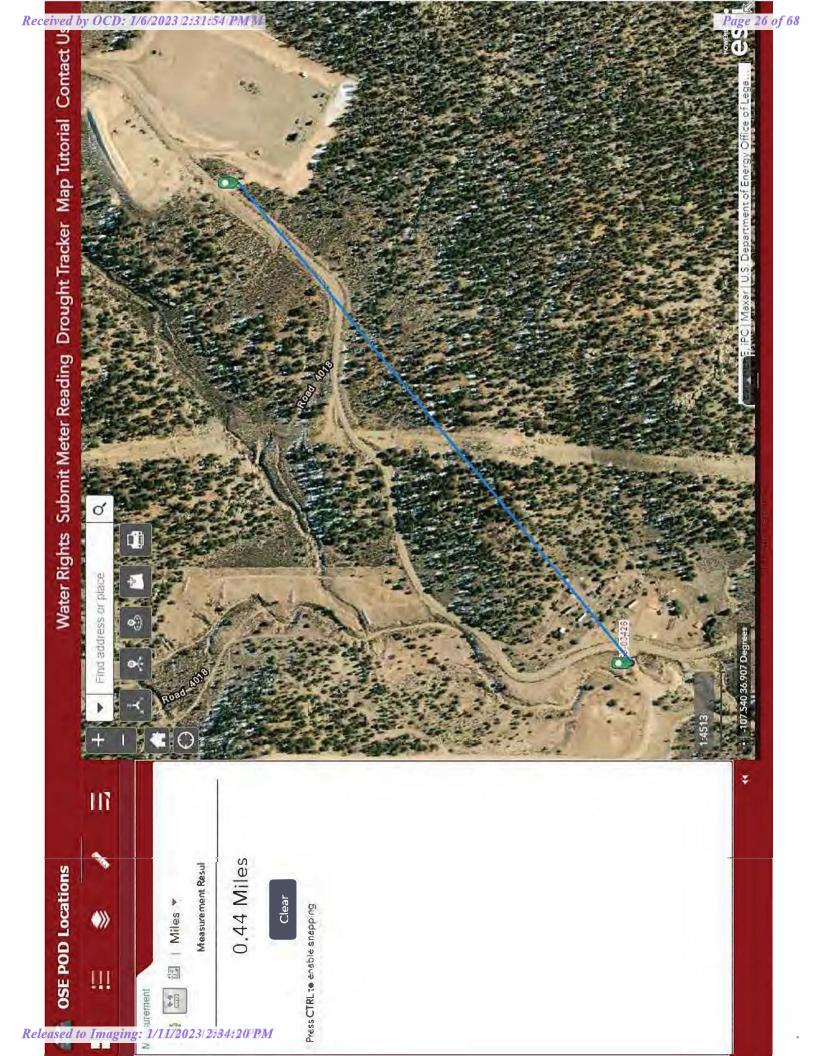
Release Point



Road 40



Released to Imaging: 1/11/2023/2084:20PPM



Steven Moskal

| From: | Smith, Cory, EMNRD <cory.smith@state.nm.us></cory.smith@state.nm.us> |
|-----------------|--|
| Sent: | Tuesday, July 6, 2021 1:06 PM |
| To: | Steven Moskal |
| Cc: | Julie Best |
| Subject: | RE: Release Notification and Sampling Request - NEBU 605 |
| Follow Up Flag: | Follow up |
| Flag Status: | Flagged |

Steve,

OCD approves the sampling today. Please include this approval in your final C-141. As discussed if the samples do past please make sure the visual area on the surface is raked to return the area to normal appearances.

Cory Smith • Environmental Specialist Environmental Bureau EMNRD - Oil Conservation Division 1000 Rio Brazos | Aztec, NM 87410 505.334.6178 x115 | <u>Cory.Smith@state.nm.us</u> http://www.emnrd.state.nm.us/OCD/

From: Steven Moskal <steven.moskal@ikavenergy.com>
Sent: Tuesday, July 6, 2021 12:59 PM
To: Smith, Cory, EMNRD <Cory.Smith@state.nm.us>
Cc: Julie Best <julie.best@ikavenergy.com>
Subject: Release Notification and Sampling Request - NEBU 605

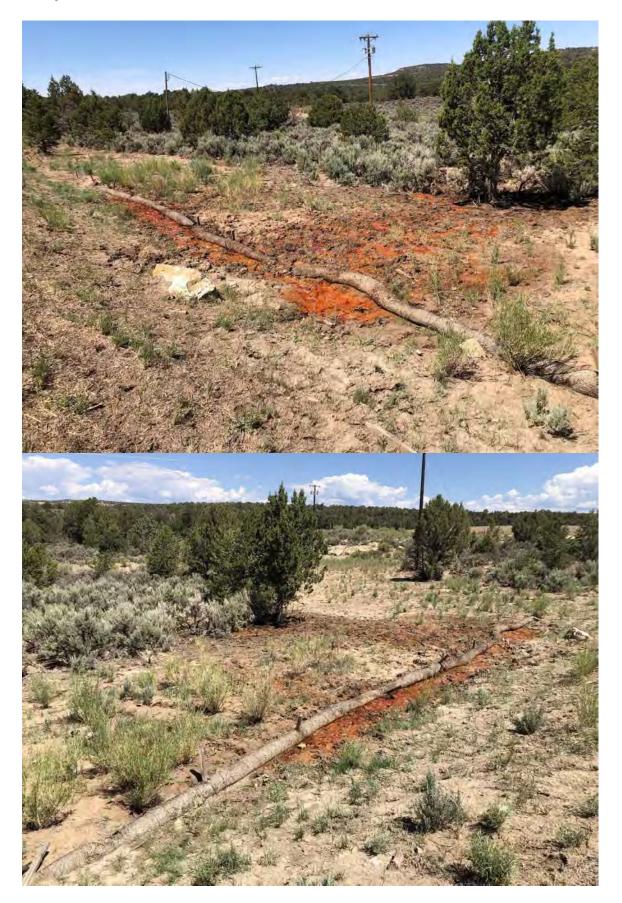
Cory,

As we discussed, Simcoe discovered a release of approximately 16 bbls of produced water from water transfer line on the edge of the Northeast Blanco Unit 605 well pad; P-11-31N-07W, 605 001H API #30-045-35851.

The release measures approximately 925 sq ft. I propose to collect 4 grab samples from the release area, bisecting (2 sample) the lateral NW/SE sections at the release point and 2 samples from the downgradient flow to the west. The attached map depicts the proposed sampling points in <u>GREEN DOTS</u>.

Due to the 605 well pad being a recent development location, the Google Earth imagery does not have a current depiction. I have added the approximate footprint of the well pad.

Received by OCD: 1/6/2023 2:31:054 (PMM)







IKAV Energy Inc. Steve Moskal, ASP

Environmental Coordinator Phone: 505-330-9179 Email: <u>SMoskal@IKAVENERGY.COM</u>

1199 Main Avenue Suite 101 Durango, CO 81301, USA

Confidentiality notice:

This e-mail communication (and any attachment/s) are confidential and are intended only for the individual(s) or entity named above and to others who have been specifically authorized to receive it. Any information in this email and

attachments may be legally privileged. If you are not the intended recipient, any disclosure, copying, reading, distribution, or any action taken or omitted in reliance on it, is prohibited and may be unlawful. Any opinions or advice contained in this email are subject to confidentiality and any terms and conditions may be protected by an engagement letter or other agreement. Please notify the sender that you have received this e-mail in error by calling the phone number above or by e-mail, and delete the e-mail (including any attachment/s) subsequently. This information may be subject to professional confidentiality (e.g. auditors, tax, or legal advisors), other privilege, or may otherwise be protected by work product immunity or other legal rules. Thank you.

Received by OCD: 1/6/2023 2:31:54 PMM NEBU 605 001H Release

P-11-31N-07W API #30-045-35851 Release Point GPS: 36.907990°, -107.535228°

and succession in the second

Page 31 of 68• NEBU 605 1-H Wellhead• NEBU 605 Wellpad• Release Extents• Release Point• Sample Point

REBU 605 1-H Wellhead

Release Point



100 ft

70



July 12, 2021

Steve Moskal SIMCOE 1100 Main St. Durango, CO 81301 TEL: (505) 330-9179 FAX

RE: Northeast Blanco Unit 605 001H

OrderNo.: 2107172

Hall Environmental Analysis Laboratory

TEL: 505-345-3975 FAX: 505-345-4107

Website: clients.hallenvironmental.com

4901 Hawkins NE

Albuquerque, NM 87109

Dear Steve Moskal:

Hall Environmental Analysis Laboratory received 4 sample(s) on 7/7/2021 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to www.hallenvironmental.com or the state specific web sites. In order to properly interpret your results, it is imperative that you review this report in its entirety. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. When necessary, data qualifiers are provided on both the sample analysis report and the QC summary report, both sections should be reviewed. All samples are reported, as received, unless otherwise indicated. Lab measurement of analytes considered field parameters that require analysis within 15 minutes of sampling such as pH and residual chlorine are qualified as being analyzed outside of the recommended holding time.

Please don't hesitate to contact HEAL for any additional information or clarifications.

ADHS Cert #AZ0682 -- NMED-DWB Cert #NM9425 -- NMED-Micro Cert #NM0901

Sincerely,

andy

Andy Freeman Laboratory Manager 4901 Hawkins NE Albuquerque, NM 87109

Date Reported: 7/12/2021

Hall Environmental Analysis Laboratory, Inc.

| CLIENT: | SIMCOE | | Client | Sample ID: | SS01 | | |
|----------|------------------------------|--------------|------------------------------------|-------------|--------|----------------------|--|
| Project: | Northeast Blanco Unit 605 00 | 1H | Colle | ction Date: | 7/6/20 | 21 1:20:00 PM | |
| Lab ID: | 2107172-001 | Matrix: SOIL | Received Date: 7/7/2021 8:30:00 AM | | | | |
| Analyses | | Result | RL Qu | ial Units | DF | Date Analyzed | |
| EPA ME | THOD 8015M/D: DIESEL RANG | GE ORGANICS | | | | Analyst: SB | |
| Diesel R | ange Organics (DRO) | ND | 9.9 | mg/Kg | 1 | 7/10/2021 1:50:12 PM | |
| Motor O | il Range Organics (MRO) | ND | 49 | mg/Kg | 1 | 7/10/2021 1:50:12 PM | |
| Surr: | DNOP | 91.5 | 70-130 | %Rec | 1 | 7/10/2021 1:50:12 PM | |
| EPA ME | THOD 8015D: GASOLINE RAN | IGE | | | | Analyst: mb | |
| Gasoline | e Range Organics (GRO) | ND | 4.9 | mg/Kg | 1 | 7/8/2021 2:52:00 PM | |
| Surr: | BFB | 97.3 | 70-130 | %Rec | 1 | 7/8/2021 2:52:00 PM | |
| EPA ME | THOD 8021B: VOLATILES | | | | | Analyst: mb | |
| Benzene | 2 | ND | 0.024 | mg/Kg | 1 | 7/8/2021 2:52:00 PM | |
| Toluene | | ND | 0.049 | mg/Kg | 1 | 7/8/2021 2:52:00 PM | |
| Ethylber | izene | ND | 0.049 | mg/Kg | 1 | 7/8/2021 2:52:00 PM | |
| Xylenes, | , Total | ND | 0.098 | mg/Kg | 1 | 7/8/2021 2:52:00 PM | |
| Surr: 4 | 4-Bromofluorobenzene | 90.6 | 70-130 | %Rec | 1 | 7/8/2021 2:52:00 PM | |
| EPA ME | THOD 300.0: ANIONS | | | | | Analyst: VP | |
| Chloride | | ND | 60 | mg/Kg | 20 | 7/9/2021 1:38:23 PM | |
| | | | | | | | |

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
 D Sample Diluted Due to Matrix
- D Sample Diluted Due to MatrixH Holding times for preparation or analysis exceeded
- H
 Holding times for preparation or analysis exceeded

 ND
 Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix

- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 1 of 8

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Date Reported: 7/12/2021

Hall Environmental Analysis Laboratory, Inc.

| CLIENT: | SIMCOE | | Client | Sample ID: | SS02 | | |
|-----------------|-----------------------------|--------------|---|--------------|--------|----------------------|--|
| Project: | Northeast Blanco Unit 605 0 | 01H | Colle | ection Date: | 7/6/20 | 21 1:25:00 PM | |
| Lab ID: | 2107172-002 | Matrix: SOIL | Received Date: 7/7/2021 8:30:00 AM | | | | |
| Analyses | | Result | RL Qu | ual Units | DF | Date Analyzed | |
| EPA ME | THOD 8015M/D: DIESEL RAN | IGE ORGANICS | | | | Analyst: SB | |
| Diesel R | ange Organics (DRO) | 350 | 9.9 | mg/Kg | 1 | 7/10/2021 2:02:52 PM | |
| Motor O | il Range Organics (MRO) | ND | 49 | mg/Kg | 1 | 7/10/2021 2:02:52 PM | |
| Surr: | DNOP | 87.9 | 70-130 | %Rec | 1 | 7/10/2021 2:02:52 PM | |
| EPA ME | THOD 8015D: GASOLINE RA | NGE | | | | Analyst: mb | |
| Gasoline | e Range Organics (GRO) | ND | 24 | mg/Kg | 5 | 7/8/2021 3:52:00 PM | |
| Surr: | BFB | 106 | 70-130 | %Rec | 5 | 7/8/2021 3:52:00 PM | |
| EPA ME | THOD 8021B: VOLATILES | | | | | Analyst: mb | |
| Benzene | e | ND | 0.12 | mg/Kg | 5 | 7/8/2021 3:52:00 PM | |
| Toluene | | ND | 0.24 | mg/Kg | 5 | 7/8/2021 3:52:00 PM | |
| Ethylber | nzene | ND | 0.24 | mg/Kg | 5 | 7/8/2021 3:52:00 PM | |
| Xylenes, | , Total | ND | 0.47 | mg/Kg | 5 | 7/8/2021 3:52:00 PM | |
| Surr: | 4-Bromofluorobenzene | 99.5 | 70-130 | %Rec | 5 | 7/8/2021 3:52:00 PM | |
| EPA ME | THOD 300.0: ANIONS | | | | | Analyst: VP | |
| Chloride | | ND | 60 | mg/Kg | 20 | 7/9/2021 1:50:46 PM | |
| | | | | | | | |

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
 D Sample Diluted Due to Matrix
- D Sample Diluted Due to MatrixH Holding times for preparation or analysis exceeded
- H
 Holding times for preparation or analysis exceeded

 ND
 Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix

- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 2 of 8

Date Reported: 7/12/2021

Hall Environmental Analysis Laboratory, Inc.

| CLIENT: | SIMCOE | | Clien | t Sample ID: | SS03 | |
|-----------------|--------------------------------|--------------|--------|----------------|----------------|----------------------|
| Project: | Northeast Blanco Unit 605 001H | ł | Col | llection Date: | 7/6/20 | 21 1:30:00 PM |
| Lab ID: | 2107172-003 | Matrix: SOIL | Re | eceived Date: | 021 8:30:00 AM | |
| Analyses | | Result | RL (| Qual Units | DF | Date Analyzed |
| EPA ME | THOD 8015M/D: DIESEL RANGE | ORGANICS | | | | Analyst: SB |
| Diesel R | ange Organics (DRO) | 270 | 9.5 | mg/Kg | 1 | 7/10/2021 2:15:25 PM |
| Motor O | il Range Organics (MRO) | ND | 47 | mg/Kg | 1 | 7/10/2021 2:15:25 PM |
| Surr: | DNOP | 93.2 | 70-130 | %Rec | 1 | 7/10/2021 2:15:25 PM |
| EPA ME | THOD 8015D: GASOLINE RANG | E | | | | Analyst: mb |
| Gasoline | e Range Organics (GRO) | ND | 24 | mg/Kg | 5 | 7/8/2021 4:52:00 PM |
| Surr: | BFB | 107 | 70-130 | %Rec | 5 | 7/8/2021 4:52:00 PM |
| EPA ME | THOD 8021B: VOLATILES | | | | | Analyst: mb |
| Benzene | 9 | ND | 0.12 | mg/Kg | 5 | 7/8/2021 4:52:00 PM |
| Toluene | | ND | 0.24 | mg/Kg | 5 | 7/8/2021 4:52:00 PM |
| Ethylber | izene | ND | 0.24 | mg/Kg | 5 | 7/8/2021 4:52:00 PM |
| Xylenes, | , Total | ND | 0.48 | mg/Kg | 5 | 7/8/2021 4:52:00 PM |
| Surr: 4 | 4-Bromofluorobenzene | 100 | 70-130 | %Rec | 5 | 7/8/2021 4:52:00 PM |
| EPA ME | THOD 300.0: ANIONS | | | | | Analyst: VP |
| Chloride | | ND | 60 | mg/Kg | 20 | 7/9/2021 2:03:07 PM |
| | | | | | | |

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
 D Sample Diluted Due to Matrix
- D Sample Diluted Due to MatrixH Holding times for preparation or analysis exceed
- H
 Holding times for preparation or analysis exceeded

 ND
 Not Detected at the Reporting Limit
- NDNot Detected at the Reporting LimitPQLPractical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix

- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 3 of 8

Date Reported: 7/12/2021

Hall Environmental Analysis Laboratory, Inc.

| | Client | Sample ID: | SS04 | | |
|--------------------|--|--|--|---|--|
| 1H | Collection Date: 7/6/2021 1:35:00 PM | | | | |
| Matrix: SOIL | Reco | eived Date: | 7/7/20 | 21 8:30:00 AM | |
| Result | RL Qu | al Units | DF | Date Analyzed | |
| SE ORGANICS | | | | Analyst: SB | |
| 14 | 9.7 | mg/Kg | 1 | 7/10/2021 2:28:05 PM | |
| ND | 49 | mg/Kg | 1 | 7/10/2021 2:28:05 PM | |
| 93.9 | 70-130 | %Rec | 1 | 7/10/2021 2:28:05 PM | |
| GE | | | | Analyst: mb | |
| ND | 4.8 | mg/Kg | 1 | 7/8/2021 5:13:00 PM | |
| 105 | 70-130 | %Rec | 1 | 7/8/2021 5:13:00 PM | |
| | | | | Analyst: mb | |
| ND | 0.024 | mg/Kg | 1 | 7/8/2021 5:13:00 PM | |
| ND | 0.048 | mg/Kg | 1 | 7/8/2021 5:13:00 PM | |
| ND | 0.048 | mg/Kg | 1 | 7/8/2021 5:13:00 PM | |
| ND | 0.095 | mg/Kg | 1 | 7/8/2021 5:13:00 PM | |
| 96.1 | 70-130 | %Rec | 1 | 7/8/2021 5:13:00 PM | |
| | | | | Analyst: VP | |
| ND | 60 | mg/Kg | 20 | 7/9/2021 2:15:28 PM | |
| | Matrix: SOIL Result SE ORGANICS 14 ND 93.9 GE ND 105 ND ND ND ND ND ND ND ND 96.1 | 1H Colle Matrix: SOIL Recut Result RL Qu SE ORGANICS 14 9.7 ND 49 93.9 70-130 GE ND 4.8 105 70-130 ND 0.024 ND 0.048 ND 0.048 ND 0.095 96.1 70-130 96.1 70-130 | 1H Collection Date: Matrix: SOIL Received Date: Result RL Qual Units SE ORGANICS 14 9.7 mg/Kg ND 49 mg/Kg 93.9 70-130 %Rec GE ND 4.8 mg/Kg ND 4.8 mg/Kg ND 0.024 mg/Kg ND 0.048 mg/Kg ND 0.048 mg/Kg ND 0.095 mg/Kg 96.1 70-130 %Rec | Matrix: SOIL Received Date: 7/7/20 Result RL Qual Units DF SE ORGANICS 14 9.7 mg/Kg 1 ND 49 mg/Kg 1 93.9 70-130 %Rec 1 GE ND 4.8 mg/Kg 1 ND 0.024 mg/Kg 1 ND 0.024 mg/Kg 1 ND 0.048 mg/Kg 1 ND 0.095 mg/Kg 1 96.1 70-130 %Rec 1 | |

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- * Value exceeds Maximum Contaminant Level. D
- Sample Diluted Due to Matrix Н
- Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit PQL
- Practical Quanitative Limit
- % Recovery outside of range due to dilution or matrix S

- Analyte detected in the associated Method Blank В
- Е Value above quantitation range
- J Analyte detected below quantitation limits
- Р Sample pH Not In Range
- RL Reporting Limit

Page 4 of 8

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Sample ID: LCS-61210

Prep Date: 7/9/2021

Client ID: LCSS

Analyte

Chloride

SampType: LCS

Batch ID: 61210

PQL

1.5

15.00

Analysis Date: 7/9/2021

Result

14

| Hall Environmental Analysis Laboratory, Inc. | | | | | | | | | | |
|---|----------------------------------|--|--|--|---|---|---|---|--|---|
| | | nit 605 | 001H | | | | | | | |
| Sample ID: MB-61210 SampType: MBLK Client ID: PBS Batch ID: 61210 | | | | | TestCode: EPA Method 300.0: Anions RunNo: 79684 | | | | | |
| /9/2021 | Analysis D | ate: 7/ | 9/2021 | S | SeqNo: 2 | 803323 | Units: mg/K | g | | |
| | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| 8 | SIMC Northe B-61210 | SIMCOE Northeast Blanco U B-61210 SampT 3S Batch 7/9/2021 Analysis D | SIMCOE Northeast Blanco Unit 605 B-61210 SampType: MI 3S Batch ID: 61 7/9/2021 Analysis Date: 7/ Result PQL | SIMCOE Northeast Blanco Unit 605 001H B-61210 SampType: MBLK 3S Batch ID: 61210 //9/2021 Analysis Date: 7/9/2021 Result PQL SPK value | SIMCOE Northeast Blanco Unit 605 001H B-61210 SampType: MBLK Tes 3S Batch ID: 61210 F /9/2021 Analysis Date: 7/9/2021 S Result PQL SPK value SPK Ref Val | SIMCOE Northeast Blanco Unit 605 001H B-61210 SampType: MBLK TestCode: El 3S Batch ID: 61210 RunNo: 7 /9/2021 Analysis Date: 7/9/2021 SeqNo: 2 Result PQL SPK value SPK Ref Val %REC | SIMCOE Northeast Blanco Unit 605 001H B-61210 SampType: MBLK TestCode: EPA Method 3S Batch ID: 61210 RunNo: 79684 //9/2021 Analysis Date: 7/9/2021 SeqNo: 2803323 Result PQL SPK value SPK Ref Val %REC LowLimit | SIMCOE Northeast Blanco Unit 605 001H B-61210 SampType: MBLK TestCode: EPA Method 300.0: Anion: 3S Batch ID: 61210 RunNo: 79684 //9/2021 Analysis Date: 7/9/2021 SeqNo: 2803323 Units: mg/K Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit | SIMCOE Northeast Blanco Unit 605 001H B-61210 SampType: MBLK TestCode: EPA Method 300.0: Anions Batch ID: 61210 RunNo: 79684 //9/2021 Analysis Date: 7/9/2021 SeqNo: 2803323 Units: mg/Kg Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD | SIMCOE Northeast Blanco Unit 605 001H B-61210 SampType: MBLK TestCode: EPA Method 300.0: Anions Batch ID: 61210 RunNo: 79684 //9/2021 Analysis Date: 7/9/2021 SeqNo: 2803323 Units: mg/Kg Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit |

SPK value SPK Ref Val %REC LowLimit

0

TestCode: EPA Method 300.0: Anions

90

Units: mg/Kg

110

HighLimit

%RPD

RPDLimit

Qual

RunNo: 79684

93.5

SeqNo: 2803324

| Qualifiers: | |
|-------------|--|
|-------------|--|

- * Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- Н Holding times for preparation or analysis exceeded
- Not Detected at the Reporting Limit ND
- Practical Quanitative Limit PQL
- % Recovery outside of range due to dilution or matrix S

- в Analyte detected in the associated Method Blank
- Е Value above quantitation range
- J Analyte detected below quantitation limits
- Р Sample pH Not In Range
- RL Reporting Limit

Page 5 of 8

| • | | WO#: | 2107172 |
|----------|---------------------------------------|------|-----------|
| Hall Env | vironmental Analysis Laboratory, Inc. | | 12-Jul-21 |
| Client: | SIMCOE | | |

| Project: Northea | st Blanco U | nit 605 | 001H | | | | | | | |
|--------------------------------|---|-----------|-----------|-------------|-------------------|--------------------|--------------------|-----------|------------|------|
| Sample ID: MB-61205 | SampT | ype: ME | BLK | Tes | tCode: EF | PA Method | 8015M/D: Die | esel Rang | e Organics | |
| Client ID: PBS | Batch | n ID: 61 | 205 | F | RunNo: 7 9 | 9706 | | | | |
| Prep Date: 7/9/2021 | Prep Date: 7/9/2021 Analysis Date: 7/10/2021 SeqNo: 2803388 | | | | | Units: mg/# | ٢g | | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Diesel Range Organics (DRO) | ND | 10 | | | | | | | | |
| Motor Oil Range Organics (MRO) | ND | 50 | | | | | | | | |
| Surr: DNOP | 11 | | 10.00 | | 109 | 70 | 130 | | | |
| Sample ID: LCS-61205 | SampT | ype: LC | S | Tes | tCode: EF | PA Method | 8015M/D: Die | esel Rang | e Organics | |
| Client ID: LCSS | Batch | n ID: 612 | 205 | F | RunNo: 79 | 9706 | | | | |
| Prep Date: 7/9/2021 | Analysis D | ate: 7/ | 10/2021 | S | SeqNo: 28 | 803389 | Units: mg/k | ٢g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Diesel Range Organics (DRO) | 45 | 10 | 50.00 | 0 | 89.3 | 68.9 | 141 | | | |
| Surr: DNOP | 5.2 | | 5.000 | | 104 | 70 | 130 | | | |

Qualifiers:

- * Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- Н Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- % Recovery outside of range due to dilution or matrix S

- В Analyte detected in the associated Method Blank
- Е Value above quantitation range
- J Analyte detected below quantitation limits
- Р Sample pH Not In Range
- RL Reporting Limit

Page 6 of 8

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QC SUMMARY REPORT H

| | WO#: | 2107172 |
|--|------|-----------|
| Hall Environmental Analysis Laboratory, Inc. | | 12-Jul-21 |

| Client: Project: | SIMCOE Northeast | Blanco Ur | nit 605 | 001H | | | | | | | | |
|--|---|----------------------|-----------------|-----------------------------|---------------------|---------------------|------------------------|-------------------------|--------------|---------------------|------|--|
| Sample ID: n | nb-61168 | SampTy | vpe: ME | BLK | Tes | tCode: EF | PA Method | 8015D: Gaso | line Rang | e | | |
| Client ID: P | PBS | Batch | ID: 61 | 168 | F | RunNo: 7 9 | 9645 | | | | | |
| Prep Date: | 7/7/2021 | Analysis Da | ate: 7/ | 8/2021 | S | SeqNo: 2 | 802000 | Units: mg/K | ٢g | | | |
| Analyte | | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual | |
| Gasoline Range Surr: BFB | Organics (GRO) | ND 1100 | 5.0 | 1000 | | 106 | 70 | 130 | | | | |
| Sample ID: Io | cs-61168 | SampTy | pe: LC | s | Tes | tCode: El | PA Method | 8015D: Gasc | line Rang | e | | |
| Client ID: L | CSS | Batch | ID: 61 | 168 | F | RunNo: 79645 | | | | | | |
| Prep Date: | 7/7/2021 | Analysis Da | ate: 7/ | 8/2021 | S | SeqNo: 2 | 802001 | Units: mg/K | ۲g | | | |
| Analyte | | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual | |
| Gasoline Range | Organics (GRO) | 26 | 5.0 | 25.00 | 0 | 106 | 78.6 | 131 | | | | |
| Surr: BFB | | 1100 | | 1000 | | 111 | 70 | 130 | | | | |
| Sample ID: 2 | 2107172-001ams | SampTy | /pe: M\$ | 6 | Tes | tCode: Ef | PA Method | 8015D: Gasc | oline Rang | e | | |
| Client ID: S | SS01 | Batch | ID: 61 | 168 | RunNo: 79645 | | | | | | | |
| Prep Date: | 7/7/2021 | Analysis Da | ate: 7/ | 8/2021 | 5 | SeqNo: 2 | 802002 | Units: mg/K | ٢g | | | |
| Analyte | | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual | |
| Gasoline Range | Organics (GRO) | 28 | 5.0 | 25.00 | 0 | 110 | 61.3 | 114 | | | | |
| Surr: BFB | | 2200 | | 1000 | | 223 | 70 | 130 | | | S | |
| Sample ID: 2 | 2107172-001amsd | SampTy | pe: MS | SD | Tes | tCode: EF | PA Method | 8015D: Gasc | line Rang | e | | |
| Client ID: S | SS01 | Batch | ID: 61 | 168 | F | RunNo: 7 | 9645 | | | | | |
| Prep Date: | ep Date: 7/7/2021 Analysis Date: 7/8/2021 | | | SeqNo: 2802003 Units: mg/Kg | | | | | | | | |
| - | | | | | | | | | | | | |
| Analyte | | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual | |
| Analyte Gasoline Range Surr: BFB | Organics (GRO) | Result 23 1000 | PQL 4.7 | SPK value 23.39 935.5 | SPK Ref Val 0 | %REC 98.4 112 | LowLimit 61.3 70 | HighLimit 114 130 | %RPD 18.1 | RPDLimit 20 0 | Qual | |

Qualifiers:

- * Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- Н Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- % Recovery outside of range due to dilution or matrix S

- В Analyte detected in the associated Method Blank
- Е Value above quantitation range
- J Analyte detected below quantitation limits
- Р Sample pH Not In Range
- RL Reporting Limit

| IC SUMMART REFORT | WO#: | 2107172 |
|--|------|-----------|
| Iall Environmental Analysis Laboratory, Inc. | | 12-Jul-21 |

| Client: Project: | SIMCOE Northeast | Blanco U | nit 605 | 001H | | | | | | | | | | |
|---------------------|---------------------|---|----------------|-----------|-------------|-------------------|-----------|---------------------|-------|----------|------|--|--|--|
| Sample ID: I | mb-61168 | SampT | ype: ME | BLK | Tes | tCode: El | PA Method | 8021B: Vola | tiles | | | | | |
| Client ID: | PBS | Batch | n ID: 61 | 168 | F | RunNo: 7 | 9645 | | | | | | | |
| Prep Date: | 7/7/2021 | Analysis D | ate: 7/ | 8/2021 | S | SeqNo: 2 | 802007 | Units: mg/Kg | | | | | | |
| Analyte | | Result PQL SPK value SPK Ref Val %REC LowLimit Hi | | HighLimit | %RPD | RPDLimit | Qual | | | | | | | |
| Benzene | | ND | 0.025 | | | | | | | | | | | |
| Toluene | | ND | 0.050 | | | | | | | | | | | |
| Ethylbenzene | | ND | 0.050 | | | | | | | | | | | |
| Xylenes, Total | | ND | 0.10 | | | | | | | | | | | |
| Surr: 4-Bromo | fluorobenzene | 0.97 | | 1.000 | | 97.1 | 70 | 130 | | | | | | |
| Sample ID: I | cs-61168 | SampT | ype: LC | S | Tes | tCode: El | PA Method | 8021B: Vola | tiles | | | | | |
| Client ID: I | LCSS | Batch | n ID: 61 | 168 | F | RunNo: 7 9 | 9645 | | | | | | | |
| Prep Date: | 7/7/2021 | Analysis D | ate: 7/ | 8/2021 | 5 | SeqNo: 2 | 802008 | Units: mg/ | ٢g | | | | | |
| Analyte | | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual | | | |
| Benzene | | 1.0 | 0.025 | 1.000 | 0 | 102 | 80 | 120 | | | | | | |
| Toluene | | 1.0 | 0.050 | 1.000 | 0 | 102 | 80 | 120 | | | | | | |
| Ethylbenzene | | 1.0 | 0.050 | 1.000 | 0 | 104 | 80 | 120 | | | | | | |
| Xylenes, Total | | 3.1 | 0.10 | 3.000 | 0 | 105 | 80 | 120 | | | | | | |
| Surr: 4-Bromo | fluorobenzene | 0.99 | | 1.000 | | 99.3 | 70 | 130 | | | | | | |
| Sample ID: | 2107172-002ams | SampT | ype: MS | 6 | Tes | tCode: El | PA Method | 8021B: Vola | tiles | | | | | |
| Client ID: | SS02 | Batch | n ID: 61 | 168 | F | RunNo: 7 | 9645 | | | | | | | |
| Prep Date: | 7/7/2021 | Analysis D | ate: 7/ | 8/2021 | S | SeqNo: 2 | 802009 | Units: mg/k | ٢g | | | | | |
| Analyte | | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual | | | |
| Benzene | | 1.0 | 0.12 | 0.9461 | 0 | 108 | 80 | 120 | | | | | | |
| Toluene | | 1.1 | 0.24 | 0.9461 | 0 | 118 | 80 | 120 | | | | | | |
| Ethylbenzene | | 1.1 | 0.24 | 0.9461 | 0 | 114 | 80 | 120 | | | | | | |
| Xylenes, Total | | 3.3 | 0.47 | 2.838 | 0 | 117 | 80 | 120 | | | | | | |
| Surr: 4-Bromo | fluorobenzene | 4.7 | | 4.730 | | 98.8 | 70 | 130 | | | | | | |
| Sample ID: | 2107172-002amsd | SampT | ype: MS | SD | Tes | tCode: El | PA Method | 8021B: Vola | tiles | | | | | |
| Client ID: | SS02 | Batch | n ID: 61 | 168 | F | RunNo: 7 9 | 9645 | | | | | | | |
| Prep Date: | 7/7/2021 | Analysis D | ate: 7/ | 8/2021 | 5 | SeqNo: 2 | 802010 | Units: mg/ | ٢g | | | | | |
| Analyte | | Result | PQL | SPK value | SPK Ref Val | | LowLimit | HighLimit | %RPD | RPDLimit | Qual | | | |
| Benzene | | 1.1 | 0.12 | 0.9634 | 0 | 112 | 80 | 120 | 5.30 | 20 | | | | |
| Toluene | | 1.1 | 0.24 | 0.9634 | 0 | 118 | 80 | 120 | 1.46 | 20 | | | | |
| Ethylbenzene | | 1.1 | 0.24 | 0.9634 | 0 | 119 | 80 | 120 | 5.84 | 20 | | | | |
| Xylenes, Total | | 3.4 | 0.48 | 2.890 | 0 | 119 | 80 | 120 | 3.44 | 20 | | | | |
| Surr: 4-Bromo | fluorobenzene | 4.9 | | 4.817 | | 101 | 70 | 130 | 0 | 0 | | | | |

Qualifiers:

- * Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- Н Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- % Recovery outside of range due to dilution or matrix S

- В Analyte detected in the associated Method Blank
- Е Value above quantitation range
- J Analyte detected below quantitation limits
- Р Sample pH Not In Range
- RL Reporting Limit

| HALL | 0/6/2023 2:331:54 (PM M ONMENTAL YSIS RATORY | Hall Environmenta All. TEL: 505-345-397. Website: clients.h | 490 mquerq 5 FAX: | 1 Hawk nue. NM 505-34 | sins NE 187109 5-4107 | Pa Sample Log-In Check List | | | | |
|--------------------------------------|---|--|-------------------------|-----------------------------|-----------------------------|--------------------------------|-----------------------------------|-----|--|--|
| Client Name: | SIMCOE | Work Order Number | : 210 | 7172 | - | | RcptNo: 1 | | | |
| Received By: | Juan Rojas | 7/7/2021 8:30:00 AM | | | Au | unday | <i>Ŋ</i> | | | |
| Completed By: | Sean Livingston | 7/7/2021 8:46:10 AM | | | < | - | 9- | | | |
| | JR717/21 | | | | 1 |),(| 11200 | | | |
| Chain of Cus | tody | | | | | | | | | |
| | ustody complete? | | Yes | | Ν | 10 🗌 | Not Present | | | |
| 2. How was the | sample delivered? | | Cou | rier | | | | | | |
| Log In | | | | | | | | | | |
| 3. Was an attem | npt made to cool the sample | es? | Yes | | N | lo 🗌 | | | | |
| 4. Were all sam | ples received at a temperatu | ure of >0° C to 6.0°C | Yes | | N | lo 🗌 |] NA 🗆 | | | |
| 5. Sample(s) in | proper container(s)? | | Yes | | N | lo 🗌 |] | | | |
| 6. Sufficient sam | ple volume for indicated tes | st(s)? | Yes | | N | o 🗌 | | | | |
| | except VOA and ONG) prop | | Yes | | N | o 🗌 | | | | |
| | tive added to bottles? | | Yes | | N | 0 | NA 🗌 | | | |
| 9. Received at le | east 1 vial with headspace < | 1/4" for AQ VOA? | Yes | | N | • | NA 🔽 | | | |
| 10. Were any sar | nple containers received br | oken? | Yes | | Ν | 10 | # of preserved bottles checked | | | |
| | ork match bottle labels? ancies on chain of custody) | | Yes | | Ν | lo 🗌 | for pH: (<2.or >12 unless note | ed) | | |
| 12. Are matrices of | correctly identified on Chain | of Custody? | Yes | | N | o 🗌 | Adjusted? | | | |
| 13. Is it clear wha | t analyses were requested? | | Yes | | N | lo 🗌 | | | | |
| | ng times able to be met? ustomer for authorization.) | | Yes | | N | lo 🗌 | Checked by: $\leq PA = 7$ | .7. | | |
| Special Handl | ling (if applicable) | | | | | | | | | |
| 15. Was client no | otified of all discrepancies w | ith this order? | Yes | | ٢ | No 🗌 | NA 🗹 | | | |
| Person | Notified: | Date: | | | | | - | | | |
| By Whe | om: | Via: | eN | lail 🗌 |] Phone | 🗌 Fa | ax 🔲 In Person | | | |
| Regard | ling: | | | | | | | | | |
| Client I | nstructions: | | | | | | | | | |
| 16. Additional re | marks: | | | | | | | | | |
| 17. <u>Cooler Infor</u> Cooler No | and the second se | Seal Intact Seal No | Seal [| Date | Signe | ed By | | | | |

Page 1 of 1

Page 42 of 68

| | | | ustody Record | Turn-Around | Time: | - Daer X | | | | н | | LL | E | NV | IF | 105 | NME | ENT | AL | |
|---------|--------------|------------|-----------------------------|--------------------------|----------------------|-----------------|--------------|----------------------------|-----------------|-------------|-----------------|---------------|--------------------------|------------|-----------------|---------------------------|---------|------------------|----|---|
| Client: | Sim | 421 | 10 | Standard | | | | 10 | | | | | | | | | OR | | | |
| | | 00 | | Project Nam | e: | | | | | | | | | | | tal.cor | | | | |
| Mailing | Address | :1199 | Main A. Felul | Northea | + Bland | Unit 605 cott | | 49 | 01 H | | | | | | | | 1 87109 | Э | | |
| | | | | Project #: | | Il nit 605 cont | 1 | | | 5-34 | | | | | 1.2 | -345-4 | | | | |
| Phone | #:505 | 230 | -9179 | MU | Spill | | | | | | | | - | - | _ | uest | | | | |
| email o | r Fax#: | termin | WELDOJKAGMOGINA | Project Mana | ager: | | - | a | | | | | SO4 | | | nt) | | | T | |
| QA/QC | Package: | | U U | 24 | | a . A | 802 | MA | PCB's | | MS | | 4, S | | | bse | | | | |
| D Stan | dard | _ | □ Level 4 (Full Validation) | Not | we Mos | Kal | TMB's (8021) | lõ | PO | | 8270SIMS | | PG. | | | ent/A | | | | |
| Accred | | | ompliance | Sampler: | u U | | TME | Ū, | 8082 | | | | NO2 | | - | rese | | | | |
| | AC (Type) | □ Othe | r | On Ice: # of Coolers: | Yes | □ No | 4 | SRO | Jes/ | 1 50 | 0 or | als | 331 | | VOA | H (P | | | | |
| | (Type) | 1 | | Cooler Temp | | 5-0=0.8 (°C) | WTBE | TPH:8015D(GRO / DRO / MRO) | Pesticides/8082 | EDB (Method | PAHs by 8310 or | RCRA 8 Metals | CI.F. Br. NO3, NO2, PO4, | (AC | 8270 (Semi-VOA) | Coliform (Present/Absent) | | | | |
| | | | | | | | A | 801 | | ₩) | s by | A 8 | B | S |) (Se | S | | | | |
| Date | Time | Matrix | Sample Name | Container Type and # | Preservative Type | HEAL No. | BTEX | 司 | 8081 | EDB | HAG | SCR | G | 8260 (VOA) | 8270 | Total | 1.1 | | | |
| hap | 1:20 | 1 | 5501 | Yozxl | Ia | 100 | X | X | ~ | | _ | | R | | | | | | | |
| 110100 | 1.25 | | 5502 | 1 | 1 | 007 | X | X | | | | -1 | V | | | | - | | - | |
| 1 | 1:30 | | JS 03 | | | CCO | X | Y | | | | | X | | | | - | ++ | | |
| 1 | 1:35 | V | 5104 | | V | 1004 | | | - | | - | - | N | - | | | | + | | |
| V | 1.05 | | | | - V | 0 | | × | -1 | † | - | | 2 | - | - | | | + | | + |
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| | | | | | | | | - | - | + | - | - | - | - | - | | - | ++ | + | |
| - | | | | | | | | | - | - | - | - | - | _ | - | | | \vdash | + | |
| | | | | | | - | _ | - | - | - | - | - | _ | - | - | | | + | + | + |
| | | | | | | | | | - | - | - | - | | | | | | | - | |
| - | | | | | | 1 | - | | - | - | - | - | _ | | _ | | | + | - | |
| | | | | | | | - | - | - | - | - | - | _ | - | _ | | | $\left \right $ | - | + |
| Date: | Time: | Relinquish | led by: | Received by: | Via: | Date Time | Ren | narks | 5: | | _ | _ | _ | | - | _ | _ | | | |
| 7/101 | BINT | n | -10 | 1:haut | 1. 21- | 7/6/21 1505 | | | | | | | | | | | | | | |
| Date | Time: | Reinquist | ned by: | Received by: | Via: | Date Time | | | | | | | | | | | | | | |
| 7/6/21 | 1743 | Reh | fichet | 124 | Arauvin | r 2/7/21 8.130 | b | | | | | | | | | | | | | |

Released to Imaging: 1/11/2023 2:34:20 PM mental may be subcontracted to other accredited laboratories. This serves as notice of this possibility. Any sub-contracted data will be clearly notated on the analytical report.

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

| Operator: C | OGRID: |
|---------------------------|---|
| SIMCOE LLC | 329736 |
| 1199 Main Ave., Suite 101 | Action Number: |
| Durango, CO 81301 | 36675 |
| A | Action Type: |
| | [C-141] Release Corrective Action (C-141) |

CONDITIONS

| CONDITIC | | |
|---------------|---|-------------------|
| Created By | Condition | Condition Date |
| jnobui | Closure Denied. Closure report does not meet the requirements of 19.15.29.12 NMAC. A description of all remedial activities and depth to water determination is absent from report. Soil closure samples were above the reclamation criteria, additional reclamation is required 19.15.29.13 NMAC. | 2/7/2022 |
| jnobui | Revised closure report due 04/08/2022. Please resubmit to OCD permitting portal. | 2/7/2022 |

CONDITIONS

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Action 36675

•

Water Depth Determination and Maps

Northeast Blanco Unit #605 001 H Hydrogeologic Report

General Geology & Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The NEBU 605 001 H will pad and consequently the location of the pipeline leak is in the north-central San Juan Basin near the Navajo Lake. The predominant geologic formation is the San Jose formation of Tertiary age, which underlies surface soils and is often exposed (Dane and Bachman, 1965). Deposits of Quaternary alluvial and aeolian sands occur near the surface of the area, especially near streams and washes.

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits, serve as the primary aquifers in the San Juan Basin (Stone et al., 1983). In most of the area, the San Jose Formation lies at the surface and overlies the Nacimiento Formation. Thickness of the San Jose ranges from 200 to 2700 feet, thickening from the west to the east across the region of interest (Stone et al., 1983). Aquifers within the coarser and continuous sandstone bodies of the San Jose Formation are between 0 and 2700 feet deep in this section of the basin (Stone et al., 1983). Groundwater within these aquifers flows regionally to the southwest, toward the San Juan River. More locally, groundwater flow is controlled by Navajo Lake. Little specific hydrogeologic data is available for the San Jose Formation system, but "numerous wells and springs used for stock and domestic supplies" draw their water from the San Jose Formation (Stone et al., 1983).

The prominent soil types around the NEBU 605 001 H well pad are entisols and aridisols, which are defined as soils exhibiting little to no profile development. Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area and prohibits effective recharge to the underlying aquifers.

Regional weather further prohibits active recharge. The climate is arid, averaging almost 13 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from July through September. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. September through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. The most active recharge occurs during the winter snowmelt periods from the upper elevations (Western Regional Climate Center ww.wrcc.dri.edu).

The predominant vegetation is sage brush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993).

Site Specific Hydrogeology



Depth to groundwater at the site is estimated to be greater than 100 feet. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's data base website.

The region is dominated by Navajo Lake and its associated canyons and gullies as evidenced on the attached topography map and aerial photo. Relatively large, flat-topped mesas composed of thick sandstone sequences surround the perimeter of the lake and are often over 200 feet higher in elevation than the lake. Canyons and gullies erode into the sandstone and are filled with alluvium. This area is located on a mesa north of the main body of Navajo Lake, but over 200 feet higher in elevation than the surface of the lake water. To the west lies Negro Andy Canyon, a first order tributary to the lake. The massive sandstone outcrops, upon which the area in question is situated, is part of the San Jose Formation. Beds of water yielding sandstone are present in the San Jose Formation, which are fluvial in origin and are interbedded with mudstone, silt stone and shale. Porous sandstones form the principal aquifers in the area. While relatively impermeable shales and mudstones form confining units between the aquifers (Stone et al., 1983). "Extensive intertonguing" of different members of this formation is reported (Stone et all., 1983). Local aquifers exist within the San Jose Formation at depths greater than 100 feet and thicknesses of the aquifer can be up to several hundred feet (USGS, Groundwater Atlas of the US; Stone et al., 1983).

Depth to groundwater data is extremely limited in this region. Groundwater data available from the New Mexico State Engineer's data base for wells near the area is attached. The nearest well permitted (SJ 03426) lies 0.44 miles to the southwest of the area in question. This water is used for livestock watering. Depth to the groundwater in this well is recorded at 420 feet. Other wells located near Navajo Lake at similar elevations to the area of concern contain groundwater at depths in excess of 400 feet.

The elevation difference of over 200 feet between the area and Navajo Lake, the lack of other surface water features and groundwater depths greater than 400 feet deep in nearby permitted water wells is enough to suggest that groundwater at the 605 well pad is greater than 100 feet.

References

Dane, C.H. and Bachman, G. O., 1965, Geologic Map of New Mexico: U.S. Geological Survey, 1 sheet, scale 1:500,000.

Dick-Peddie, W.A., 1993, New Mexico Vegeation - Past, Present and Future: Albuquerque, New Mexico, University of New Mexico Press, 244 p.

Stone, W.J., Lyford, F. P., Frenzel, P.F., Mizell, N.H. and Padgett, E.T., 1983, Hydrogeology and water resources of the San Juan Basin, New Mexico: HR-6 New Mexico Bureau of Geology and Mineral Resources Hydrology Report 6.

USGS, Groundwater Atlas of the United States: Arizona, Colorado, New Mexico, Utah, HA 730-C: (http://www.pubs.usqs.aovV)

Western Region Climate Center, 2008, New Mexico climate summaries: Desert Research Institute at http://www.wrcc.dri.edu/summarv/climsmnm.html.

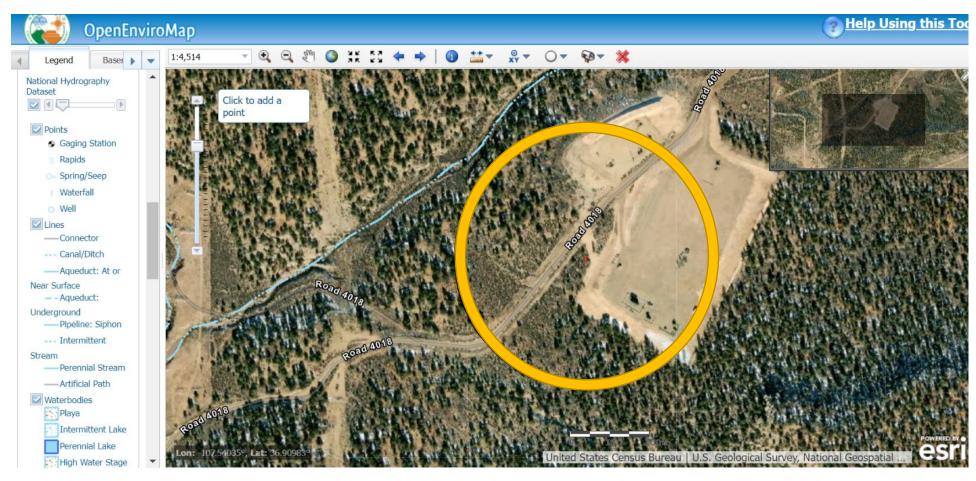
New Mexico Energy, Minerals and Natural Resources Department, www.emnrd.state.nm.us





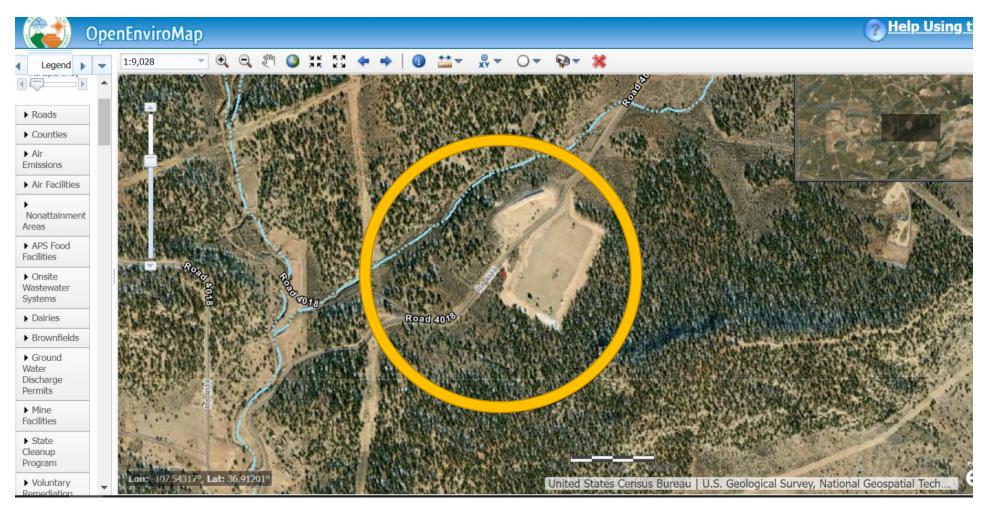
Aerial map demonstrating 300-foot buffer. According to OpenEnviroMap there are no waterbodies, wells or other water sources within the 300-foot buffer.





Aerial map demonstrating 500-foot buffer. According to OpenEnviroMap there are no waterbodies, wells or other water sources within the 500-foot buffer.



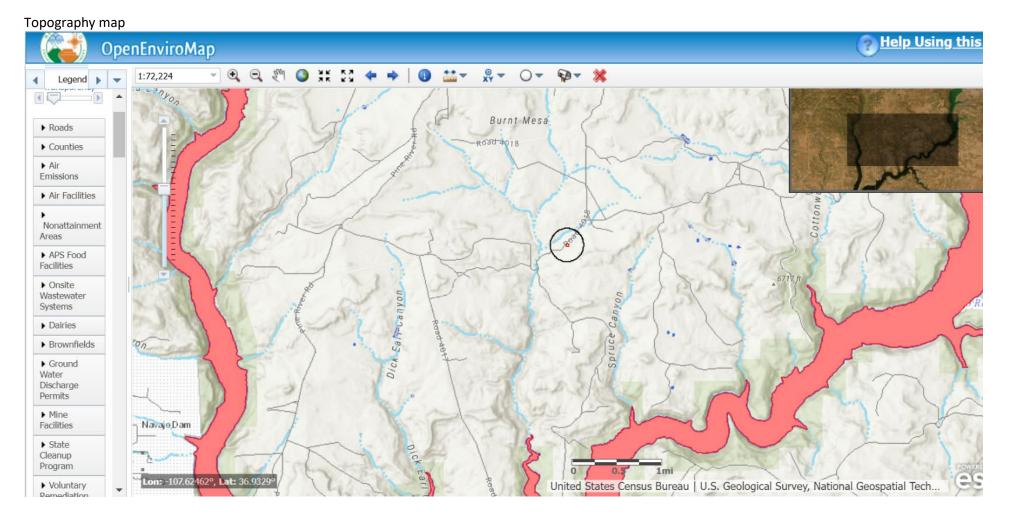


Aerial map demonstrating 1000-foot buffer. According to OpenEnviroMap there are no waterbodies, wells or other water sources within the 1000-foot buffer. The intermittent flow drainage is located 625 feet to the NW of the area.



Northeast Blanco Unit 605 001 H 30-045-35851 nAPP2119742289

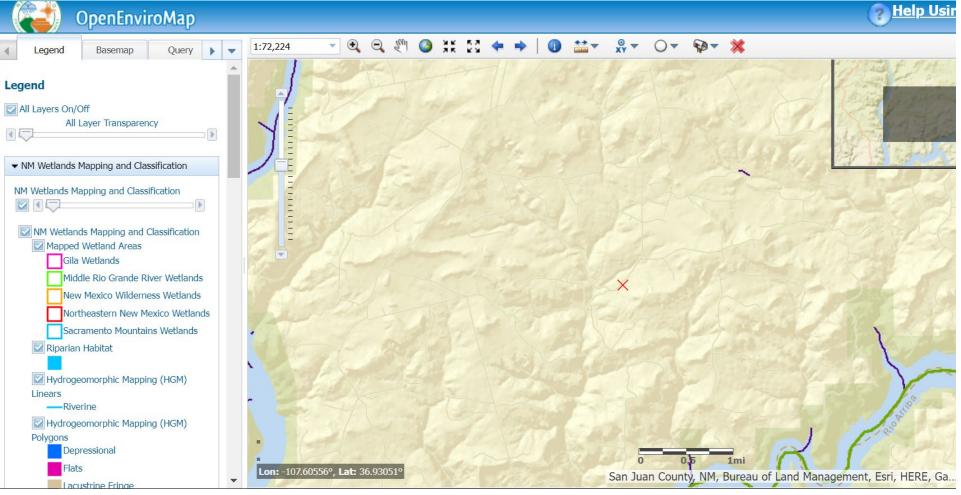
Page 50 of 68





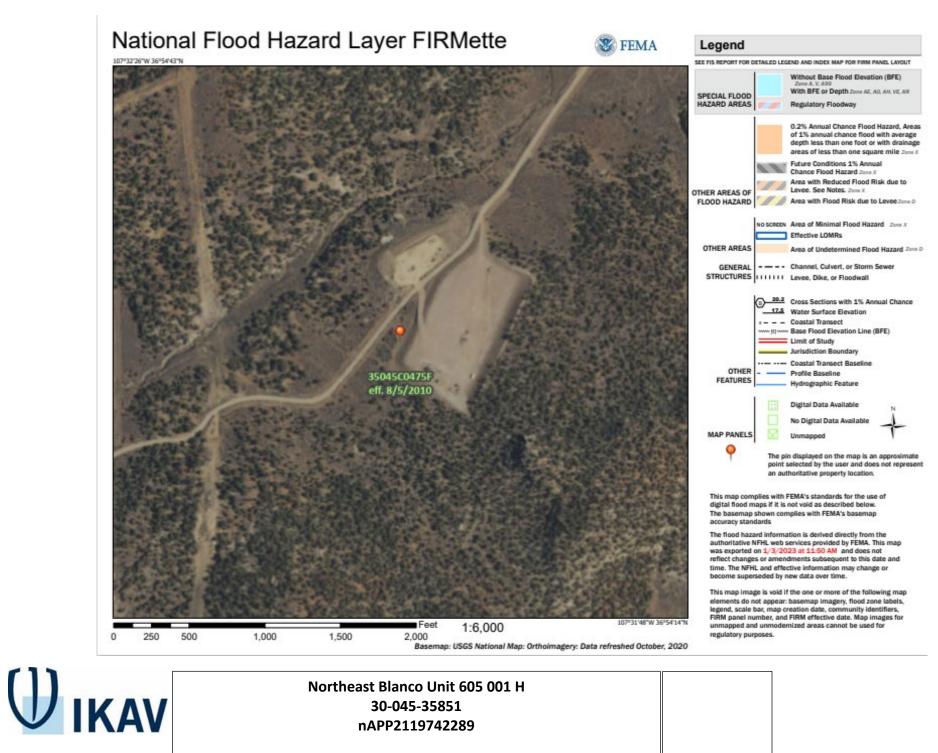
Northeast Blanco Unit 605 001 H 30-045-35851 nAPP2119742289

Wetlands Map

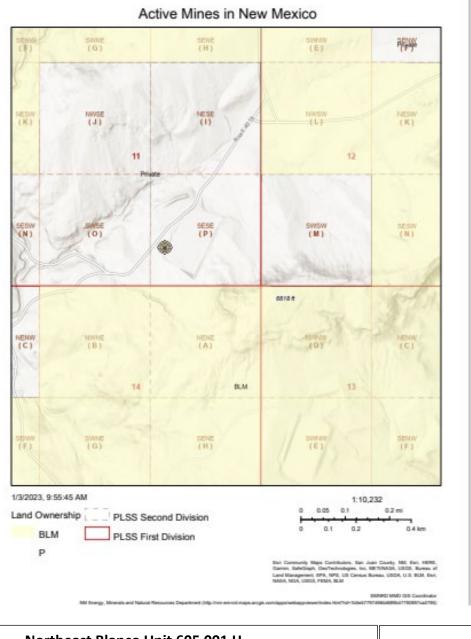




Northeast Blanco Unit 605 001 H 30-045-35851 nAPP2119742289



Mine Map





Northeast Blanco Unit 605 001 H 30-045-35851 nAPP2119742289

OSE POD Locations Map



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Override 1

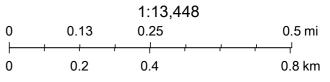
GIS WATERS PODs

• Active

OSE District Boundary

SiteBoundaries

Released to Imaging: 1/11/2023 2:34:20 PM



Esri, HERE, iPC, U.S. Department of Energy Office of Legacy Management, Esri, HERE, Garmin, iPC, Maxar



New Mexico Office of the State Engineer **Point of Diversion Summary**

| | | | (quarters a | | | | | 014 002 11 | | | |
|-------------------------------------|-------|--------------------|----------------------|-------------------------------|------------|-------------------|---------------|---------------------|----------------|-------|--|
| Wall Ta a | DOD | Number | | | 8) | | (NAD83 U X | TM in meters) Y | | | |
| Well Tag | - | 3426 | Q64 Q1 4 2 | - | | 1ws 31N | 0 | A 273560 | 4087251* 🌍 | | |
| x Driller Lic | ense: | 1479 | Driller Co | ompa | ny: | THI | REE 3-D | DRILLIN | G | | |
| Driller Nai | me: | DEE GILES | | | | | | | | | |
| Drill Start Date: 12/15/2003 | | | Drill Fini | Drill Finish Date: 12/17/2003 | | | | 3 P I | Plug Date: | | |
| Log File Date: 12/19/2003 | | PCW Rev | PCW Rcv Date: | | | | | urce: | Shallow | | |
| Pump Type | e: | | Pipe Disc | Pipe Discharge Size: | | | | | timated Yield: | 1 GPM | |
| Casing Size | e: | 5.00 | Depth We | Depth Well: 540 feet | | | | eet Depth Water: 42 | | | |
| X | Wate | er Bearing Stratif | ications: | То | op B | Bottom | Descri | iption | | | |
| | | | | 50 | 00 | 540 | Sandst | cone/Grave | /Conglomerate | | |
| Casing Perfore | | | forations: | Та | Top Bottom | | | | | | |
| | | | | 46 | 50 | 480 | | | | | |
| | | | | 5(| 00 | 540 | | | | | |

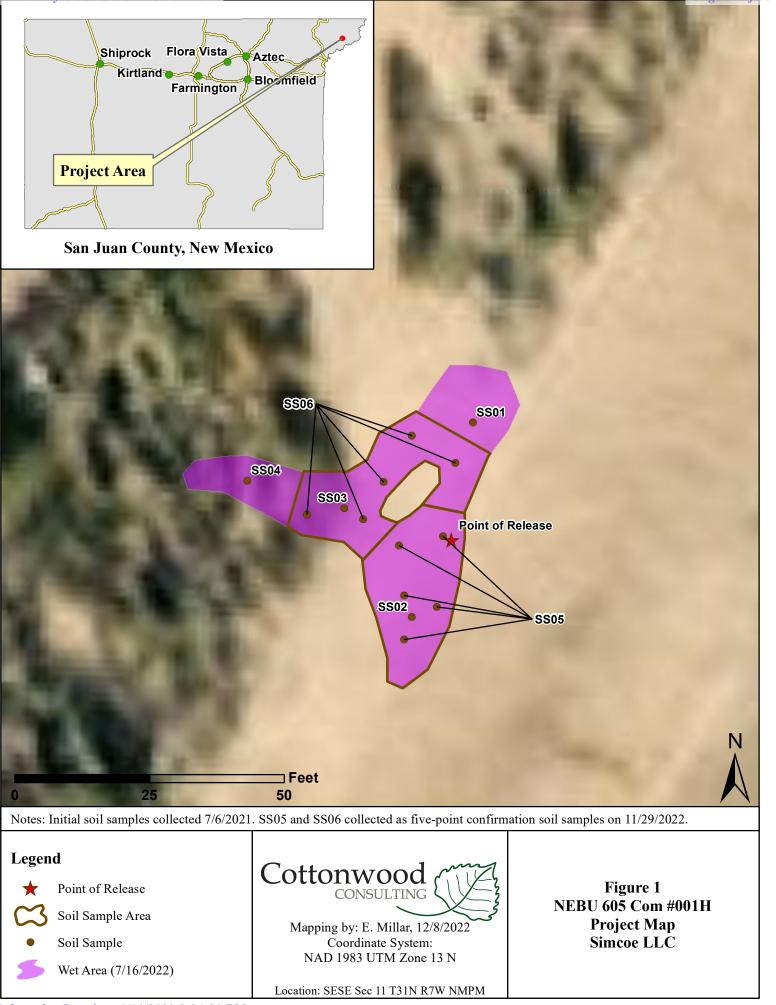
*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, or suitability for any particular purpose of the data.

1/3/23 9:22 AM

POINT OF DIVERSION SUMMARY

Additional Work Documentation 11/29/2022





NEBU 605 #001H Photographic Log Simcoe LLC



Photo 1: NEBU 605 #001H well sign, 11/29/2022.

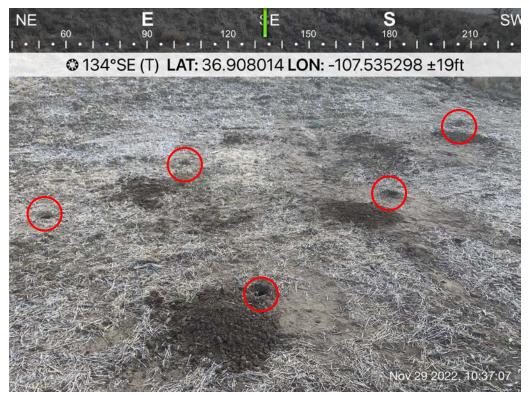


Photo 2: SS05 collected from the release area, 11/29/2022.

Cottonwood Consulting LLC



NEBU 605 #001H Photographic Log Simcoe LLC



Photo 3: SS06 collected from the release area, 11/29/2022.



Photo 4: Project area, 11/29/2022.

Cottonwood Consulting LLC



Soil Sampling Results NEBU 605 #001H Simcoe LLC

| Parameter | SS05 11/29/2022 Wet area | SS06 11/29/2022 Wet area | Units |
|---------------|---------------------------------------|---------------------------------------|------------|
| Depth | 0-48 | 0-48 | inches bgs |
| Field, PID | 0.1 | 0.1 | ppm |
| TPH (GRO) | <10.0 | <10.0 | mg/kg |
| TPH (DRO) | <10.0 | <10.0 | mg/kg |
| TPH (EXT DRO) | <10.0 | <10.0 | mg/kg |

Notes: Samples collected as 5-point composite samples.

PID - Photoionization Detector

TPH - Total Petroleum Hydrocarbons

GRO - Gasoline Range Organics

DRO - Diesel Range Organics

EXT - Extended

bgs - below ground surface

ppm - parts per million

mg/kg - milligrams per kilogram



75 Suttle Street Durango, CO 81303 970.247.4220 Phone 970.247.4227 Fax www.greenanalytical.com

06 December 2022

Kyle Siesser Cottonwood Consulting PO Box 1653 Durango, CO 81302 RE: Misc.

Enclosed are the results of analyses for samples received by the laboratory on 11/29/22 12:45. The data to follow was performed, in whole or in part, by Green Analytical Laboratories. Any data that was performed by a subcontract laboratory is included within the GAL report, or with an additional report attached.

If you need any further assistance, please feel free to contact me.

Sincerely,

Jerry D. all

Jeremy D Allen Laboratory Director

All accredited analytes contained in this report are denoted by an asterisk (*). For a complete list of accredited analytes please do not hesitate to contact us via any of the contact information contained in this report. All of our certifications can be viewed at http://greenanalytical.com/certifications/

Green Analytical Laboratories is NELAP accredited through the Texas Commission on Environmental Quality. Accreditation applies to drinking water and non-potable water matrices for trace metals and a variety of inorganic parameters. Green Analytical Laboratories is also accredited through the Colorado Department of Public Health and Environment and EPA region 8 for trace metals, Cyanide, Fluoride, Nitrate, and Nitrite in drinking water. TNI Certificate Number: T104704514-22-15

Our affiliate laboratory, Cardinal Laboratories, is also NELAP accredited through the Texas Commission on Environmental Quality for a variety of organic constituents in drinking water, non-potable water and solid matrices. Cardinal is also accredited for regulated VOCs, TTHM, and HAA-5 in drinking water through the Colorado Department of Public Health and Environment and EPA region 8. TNI Certificate Number: T104704398-22-15



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| Cottonwood Consulting | Project: Mise. | |
|-----------------------|---|----------------|
| PO Box 1653 | Project Name / Number: NEBU 605 Com #001H | Reported: |
| Durango CO, 81302 | Project Manager: Kyle Siesser | 12/06/22 17:06 |

ANALYTICAL REPORT FOR SAMPLES

| Sample ID | Laboratory ID | Matrix | Date Sampled | Date Received | Notes |
|-----------|---------------|--------|----------------|----------------|-------|
| SS05 | 2211303-01 | Solid | 11/29/22 09:30 | 11/29/22 12:45 | |
| SS06 | 2211303-02 | Solid | 11/29/22 10:00 | 11/29/22 12:45 | |

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Jerry S. all

Jeremy D Allen, Laboratory Director Released to Imaging: 1/11/2023 2:34:20 PM



| Laboratories | | | | | | | | | al.com |
|-----------------------|--------|-------------------------------|-------------|-----------|----------|----------|--------|-------|---------|
| Cottonwood Consulting | |] | Project: Mi | sc. | | | | | |
| PO Box 1653 | Proje | ct Name / N | | Reported: | | | | | |
| Durango CO, 81302 | | Project Manager: Kyle Siesser | | | | | | | 17:06 |
| | | | SS05 | | | | | | |
| | | | | (G. 11) | | | | | |
| 2211303-01 (Soil) | | | | | | | | | |
| Analyte | Result | RL | MDL | Units | Dilution | Analyzed | Method | Notes | Analyst |

Subcontracted -- Cardinal Laboratories 101 East Marland Hobbs, NM 88240

Petroleum Hydrocarbons by GC FID

| GRO C6-C10* | <10.0 | 10.0 | 6.25 | mg/kg | 1 | 12/04/22 00:20 | 8015B | MS |
|-------------------------------|-------|------|-----------|---------|---|-------------------|-------|----|
| DRO >C10-C28* | <10.0 | 10.0 | 4.26 | mg/kg | 1 | 12/04/22 00:20 | 8015B | MS |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 4.26 | mg/kg | 1 | 12/04/22 00:20 | 8015B | MS |
| Surrogate: 1-Chlorooctane | | | 90.9 % 45 | 5.3-161 | | 12/04/22 00:20 | 8015B | MS |
| Surrogate: 1-Chlorooctadecane | | | 88.7 % 40 | 6.3-178 | | 12/04/22 00:20 | 8015B | MS |

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| Laboratories | | | www.GreenAnalytical.com | | | | | | |
|-----------------------|--------|-------------------------------|-------------------------|-------|----------|----------|--------|-------|---------|
| Cottonwood Consulting | |] | Project: Mis | sc. | | | | | |
| PO Box 1653 | Proje | ct Name / N | Reported: | | | | | | |
| Durango CO, 81302 | | Project Manager: Kyle Siesser | | | | | | | 17:06 |
| | | | SS06 | | | | | | |
| 2211303-02 (Soil) | | | | | | | | | |
| Analyte | Result | RL | MDL | Units | Dilution | Analyzed | Method | Notes | Analyst |

Subcontracted -- Cardinal Laboratories 101 East Marland Hobbs, NM 88240

Petroleum Hydrocarbons by GC FID

| GRO C6-C10* | <10.0 | 10.0 | 6.25 | mg/kg | 1 | 12/04/22 00:44 | 8015B | MS |
|-------------------------------|-------|------|----------|----------|---|-------------------|-------|----|
| DRO >C10-C28* | <10.0 | 10.0 | 4.26 | mg/kg | 1 | 12/04/22 00:44 | 8015B | MS |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 4.26 | mg/kg | 1 | 12/04/22 00:44 | 8015B | MS |
| Surrogate: 1-Chlorooctane | | | 89.8 % 4 | 45.3-161 | | 12/04/22 00:44 | 8015B | MS |
| Surrogate: 1-Chlorooctadecane | | | 87.8 % 4 | 46.3-178 | | 12/04/22 00:44 | 8015B | MS |

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| Cottonwood Consulting | Project: Misc. | |
|-----------------------|---|----------------|
| PO Box 1653 | Project Name / Number: NEBU 605 Com #001H | Reported: |
| Durango CO, 81302 | Project Manager: Kyle Siesser | 12/06/22 17:06 |

Petroleum Hydrocarbons by GC FID - Quality Control

| | | Reporting | | Spike | Source | | %REC | | RPD | |
|---|--------|-----------|-------|--------------|------------|-------------|----------|------|-------|-------|
| Analyte | Result | Limit | Units | Level | Result | %REC | Limits | RPD | Limit | Notes |
| Batch 2120207 - General Prep - Organics | | | | | | | | | | |
| Blank (2120207-BLK1) | | | Prep | ared: 12/02/ | 22 Analyze | ed: 12/03/2 | 2 | | | |
| Surrogate: 1-Chlorooctadecane | 46.7 | | mg/kg | 50.0 | | 93.3 | 46.3-178 | | | |
| Surrogate: 1-Chlorooctane | 50.5 | | mg/kg | 50.0 | | 101 | 45.3-161 | | | |
| DRO >C10-C28 | ND | 10.0 | mg/kg | | | | | | | |
| EXT DRO >C28-C36 | ND | 10.0 | mg/kg | | | | | | | |
| GRO C6-C10 | ND | 10.0 | mg/kg | | | | | | | |
| LCS (2120207-BS1) | | | Prep | ared: 12/02/ | 22 Analyze | ed: 12/03/2 | 2 | | | |
| Surrogate: 1-Chlorooctadecane | 54.0 | | mg/kg | 50.0 | | 108 | 46.3-178 | | | |
| Surrogate: 1-Chlorooctane | 53.6 | | mg/kg | 50.0 | | 107 | 45.3-161 | | | |
| DRO >C10-C28 | 201 | 10.0 | mg/kg | 200 | | 100 | 74.9-127 | | | |
| GRO C6-C10 | 220 | 10.0 | mg/kg | 200 | | 110 | 76.8-124 | | | |
| Total TPH C6-C28 | 420 | 10.0 | mg/kg | 400 | | 105 | 77.5-124 | | | |
| LCS Dup (2120207-BSD1) | | | Prep | ared: 12/02/ | 22 Analyze | ed: 12/03/2 | 2 | | | |
| Surrogate: 1-Chlorooctadecane | 56.8 | | mg/kg | 50.0 | | 114 | 46.3-178 | | | |
| Surrogate: 1-Chlorooctane | 56.7 | | mg/kg | 50.0 | | 113 | 45.3-161 | | | |
| DRO >C10-C28 | 182 | 10.0 | mg/kg | 200 | | 91.2 | 74.9-127 | 9.60 | 18.6 | |
| GRO C6-C10 | 212 | 10.0 | mg/kg | 200 | | 106 | 76.8-124 | 3.63 | 17.2 | |
| Total TPH C6-C28 | 394 | 10.0 | mg/kg | 400 | | 98.5 | 77.5-124 | 6.44 | 17.6 | |

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| Cottonwood Consulting | Project: Misc. | |
|-----------------------|---|----------------|
| PO Box 1653 | Project Name / Number: NEBU 605 Com #001H | Reported: |
| Durango CO, 81302 | Project Manager: Kyle Siesser | 12/06/22 17:06 |

Notes and Definitions

| DET | Analyte DETECTED |
|-----|---|
| ND | Analyte NOT DETECTED at or above the reporting limit |
| NR | Not Reported |
| dry | Sample results reported on a dry weight basis *Results reported on as received basis unless designated as dry. |
| RPD | Relative Percent Difference |
| LCS | Laboratory Control Sample (Blank Spike) |
| RL | Report Limit |
| MDL | Method Detection Limit |

Green Analytical Laboratories

Jerry S. all

Jeremy D Allen, Laboratory Director Released to Imaging: 1/11/2023 2:34:20 PM



CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

| Company Name: Co | ttonwood Consulting LLC | (970) 247-422 | ,00 | Suttle S | Jul | | Constant Margaret | Company of the local division of the local d | ferent | ·)· | | Т | ΔΝΔΙ | YSIS I | FOUR | TP | - |
|---|--|------------------------------|--------------------|---------------|------------------------------------|---------------|-------------------|--|------------|--|------------|----------------------|--------------------|---------------|-------------|----------------|---------|
| Project Manager: | | | ···· | P.O. # | <i>t</i> : | DI | 11 10 1 | in uni | erent | .J. | | | | .1313 1 | | :51 | |
| ddress: PO Box | | | | Comp | anv. | | | | | | | - | | | | | |
| City: Durango State: CO Zip: 81302 | | | | Attn: | | | | | | | | | | | | | |
| hone #: 970-764 | -7356 Email: ksiesser@cottd | | | Addre | PSS. | | | | | | | | | | | | |
| dditional Report To | 0: | | <u>(</u> | City: | | 100 | | | | | | 1 1 | | | | | |
| oject Name: NE | BU 605 Com #001H | | | State: Zip: | | | | | | ••• | | | | | | | |
| oject Number: | | | | | Phone #: | | | | | | | | | | | | |
| ampler Name (Pri | int): Emma Millar / Kelsey C | Brien | | Fax or | | il: | | | | | | | | | | | |
| OR LAB USE ONLY | | Coll | ected | Ma | Matrix (check one) # of containers | | | | | | ers | | | | | | |
| Lab I.D. | Sample Name or Location | Dete | T | GROUNDWATER | WASTEWATER | PRODUCEDWATER | SUIL OTHER : | No preservation (general) | | H ₂ SO ₄ Other: | Other: | HAI | | | | | |
| 01 | \$\$05 | Date | Time | 5 7 | Š | | | NH | HCI | Off I | ð | | + | | ┢─┢ | | (Report |
| | 5506 | 11/29/22 | | | | | X C | 34 | 2: 1/ | 3 | | 7 | | | | | |
| | | 11/20 | 1000 | | | - | - | 106 | | 1291 | 22 | 4 | | | | | |
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| | | | | | | | | | | _ | | | | | | | |
| SE NOTE: GAL's liability and L within 30 days after complete | I client's exclusive remedy for any claim arising whether based in contract of etion. In no event shall GAL be liable for incidental or consequental damag h claim is based upon any of the above stated reasons or otherwise. | or tort, shall be limited to | the amount paid by | the client fo | or the an | alyses. | All clain | ns includi | ng those t | for neglig | ence and a | iny other cause what | tsoever shall be o | leemed waived | unless made | in writing and | i re |
| linguished By: | Date: 11/29/22 | Deceived Day | | | | | | | | | | EMARKS: | s ansing out of or | Report to | | | |
| inquished By: elivered By: (Circ | Date: Time: | Received By: | Temperatu | re at reci | iont | 1 | CHEC | KED BY | 7. | | | | | | | | |

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

| Operator: | OGRID: |
|---------------------------|---|
| SIMCOE LLC | 329736 |
| 1199 Main Ave., Suite 101 | Action Number: |
| Durango, CO 81301 | 173534 |
| | Action Type: |
| | [C-141] Release Corrective Action (C-141) |
| | |

CONDITIONS

| Created By | | Condition Date |
|---------------|------|-------------------|
| nvelez | None | 1/11/2023 |

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Action 173534