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-144 Revised April 3, 2017

For temporary pits, below-grade tanks, and multi-well fluid management pits, submit to the appropriate NMOCD District Office.

For permanent pits submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

Proposed Alternative Method Permit or Closure Plan Application

| Type of action: Legacy BGT Closure Report Or proposed alternative method Instructions: Please submit one application (Form C-144) per individual pit, below-grade tank or alternative request | | | | |
|---|--|--|--|--|
| ease be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the vironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances. | | | | |
| Operator: Simcoe, LLC OGRID #: 329736 | | | | |
| Operator: Simcoe, LLC Address: 1199 Main Ave., Suite 101, Durango, CO 81301 | | | | |
| Facility or well name: NORTHEAST BLANCO UNIT #056A | | | | |
| API Number: 30-045-25369 OCD Permit Number: | | | | |
| API Number: 30-045-25369 OCD Permit Number: | | | | |
| Center of Proposed Design: Latitude 36.85834413 Longitude -107.565419 NAD83 | | | | |
| Surface Owner: 🔳 Federal 🗌 State 🗌 Private 🔲 Tribal Trust or Indian Allotment | | | | |
| ☐ Pit: Subsection F, G or J of 19.15.17.11 NMAC Cemporary: ☐ Drilling ☐ Workover ☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi-Well Fluid Management ☐ Low Chloride Drilling Fluid ☐ yes ☐ no ☐ Lined ☐ Unlined ☐ Liner type: Thickness ☐ mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other ☐ String-Reinforced ☐ String-Reinforced ☐ Welded ☐ Factory ☐ Other ☐ Volume: ☐ bbl ☐ Dimensions: ☐ x W x W x D Below-grade tank: Subsection I of 19.15.17.11 NMAC Tank ID: Volume: ☐ Tank ID: Yolume: 40 ☐ bbl Type of fluid: ☐ Produced Water Cank Construction material: Steel | | | | |
| Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off | | | | |
| ☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other ☐ double-walled double-bottomed | | | | |
| Liner type: Thicknessmil | | | | |
| Alternative Method: Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. | | | | |
| | | | | |
| Encing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) ☐ Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church) ☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet ☐ Alternate. Please specify | | | | |

| Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible) | |
|--|--------------------|
| 7. Signs: Subsection C of 19.15.17.11 NMAC ☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers ☐ Signed in compliance with 19.15.16.8 NMAC | |
| 8. Variances and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. | |
| 9. Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accematerial are provided below. Siting criteria does not apply to drying pads or above-grade tanks. | ptable source |
| General siting | |
| Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - □ NM Office of the State Engineer - iWATERS database search; □ USGS; □ Data obtained from nearby wells | ☐ Yes ☐ No ☐ NA |
| Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes ☐ No ☐ NA |
| Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. (Does not apply to below grade tanks) - Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ☐ No |
| Within the area overlying a subsurface mine. (Does not apply to below grade tanks) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes ☐ No |
| Within an unstable area. (Does not apply to below grade tanks) - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map | ☐ Yes ☐ No |
| Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map | Yes No |
| Below Grade Tanks | |
| Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter) | |
| Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.) - Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | ☐ Yes ☐ No |
| - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock | |
| watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application. NM Office of the State Engineer - iWATERS database search: Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |

| Within 100 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
|--|----------------------|
| Temporary Pit Non-low chloride drilling fluid | |
| Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | ☐ Yes ☐ No |
| 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, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application; - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Within 300 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Permanent Pit or Multi-Well Fluid Management Pit | |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa | |
| lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | ☐ Yes ☐ No |
| Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application. | |
| - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | Yes No |
| Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 Naturations: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the do attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19. and 19.15.17.13 NMAC Previously Approved Design (attach copy of design) API Number: or Permit Number: | O NMAC 15.17.9 NMAC |
| | |
| Multi-Well Fluid Management Pit Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the do attached. Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC A List of wells with approved application for permit to drill associated with the pit. Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 and 19.15.17.13 NMAC Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC | |
| ☐ Previously Approved Design (attach copy of design) API Number: or Permit Number: | |

| Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC Quality Control/Quality Assurance Construction and Installation Plan Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Nuisance or Hazardous Odors, including H2S, Prevention Plan Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC | documents are | | |
|---|---------------------|--|--|
| Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan. | | | |
| Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well F. Alternative Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only) On-site Closure Method (Only for temporary pits and closed-loop systems) In-place Burial On-site Trench Burial Alternative Closure Method | luid Management Pit | | |
| Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be a closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC | | | |
| 15. Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC | | | |
| Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable sour provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. F 19.15.17.10 NMAC for guidance. | | | |
| Ground water is less than 25 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes ☐ No ☐ NA | | |
| Ground water is between 25-50 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | | | |
| Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | | | |
| Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | | | |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | | | |
| Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No | | |
| Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ☐ No | | |
| Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | | | |
| Within incorporated municipal houndaries or within a defined municipal fresh water well field covered under a municipal ordinance | Yes No | | |

| adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ☐ No | | | | |
|--|-------------------|--|--|--|--|
| Within the area overlying a subsurface mine Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes ☐ No | | | | |
| Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological | | | | | |
| Society; Topographic map | ☐ Yes ☐ No | | | | |
| Within a 100-year floodplain FEMA map | ☐ Yes ☐ No | | | | |
| On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection E of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements of 19.15.17.13 NMAC Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved) Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC | | | | | |
| 17. Operator Application Certification: I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and beli | ief. | | | | |
| Name (Print): Title: | | | | | |
| Signature: Date: | | | | | |
| e-mail address:Telephone: | | | | | |
| 18. Report OCD Approval: Permit Application (including closure plan) Closure Plan (only) COCD Conditions (see attachment) | | | | | |
| OCD Representative Signature: <u>Jaclyn Burdine</u> Approval Date: <u>07/20/</u> | /2022 | | | | |
| Title: Environmental Specialist-A OCD Permit Number: Legacy BGT | | | | | |
| Closure Report (required within 60 days of closure completion): 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date: 2/24/2022 | | | | | |
| 20. Closure Method: | | | | | |
| Waste Excavation and Removal ☐ On-Site Closure Method ☐ Alternative Closure Method ☐ Waste Removal (Closed-lo ☐ If different from approved plan, please explain. | oop systems only) | | | | |

| 22. | |
|--|--|
| Operator Closure Certification: | |
| I hereby certify that the information and attachments submitted with this clo | |
| belief. I also certify that the closure complies with all applicable closure re- | |
| Name (Print): Sabre Beebe | Title: Field Environmental Coordinator |
| Signature: Sabra Beabe | Date: 3/4/2022 |
| e-mail address: sabre.beebe@ikavenergy.com | Telephone: (970) 852-5172 |

SIMCOE, LLC SAN JUAN BASIN, NORTHWEST NEW MEXICO

Well Name: Northeast Blanco Unit #056A Well API# 30-045-25369 Unit Letter E, Section 34, T31N, R7W

BELOW-GRADE TANK CLOSURE PLAN

This plan will address the standard protocols and procedures for closure of below-grade tanks (BGTs) on this SIMCOE, LLC well sites. As stipulated in Paragraph A of 19.15.17.13 NMAC, SIMCOE, LLC shall close a BGT within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the New Mexico Oil Conservation Division (NMOCD) requires because of imminent danger to fresh water, public health, safety, or the environment. If deviations from this plan are necessary, any specific changes will be included on form C-144 and approved by the NMOCD. SIMCOE, LLC shall close an existing BGT that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofit with a BGT that complies with the SIMCOE, LLC NMOCD approved BGT design attached to the SIMCOE, LLC Design and Construction Plan. SIMCOE, LLC shall close an existing BGT that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC, if not previously retrofitted to comply with the SIMCOE, LLC NMOCD approve BGT Design attached to the SIMCOE, LLC Design and Construction Plan, prior to any sale or change in operator pursuant to 19.15.9.9 NMAC. SIMCOE, LLC shall close the permitted BGT within 60 days of cessation of the BGTs operation or as required by the transitional provisions of Subsection B, D, or E of 19.15.17.17 NMAC.

General Closure Plan

1. SIMCOE, LLC shall notify the surface owner by certified mail that it plans to close a BGT. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records demonstrates compliance with this requirement.

Notice was provided and is attached.

2. SIMCOE, LLC shall notify the division District III office verbally or by other means at least 72 hours, but not more than one (1) week, prior to any closure operation. The notice shall include the operator's name, and the location to be closed by unit letter, section, township, and range. If the BGT closure is associated with a particular well, then the notice shall also include the well's name, number, and API number.

Notice was provided and is attached.

- 3. SIMCOE, LLC shall remove liquids and sludge from the BGT prior to implementing a closure method and dispose of the liquids and sludge in a NMOCD's division-approved facility. The facilities to be utilized are:
 - a. JFJ Land farm, Permit NM-01-010(B) (Solids and Sludge)
 - b. Basin Disposal, Permit NM-01-0005 (Liquids)
 - c. Envirotech Inc Soil Remediation Facility, Permit NM-01-0011 (Solids and Sludge)
 - d. Simcoe, LLC Operated 13 GCU SWD # 1, API 30-045-28601 (Liquids)
 - e. Simcoe, LLC Operated GCU 259 SWD, API 30-045-20006 (Liquids)
 - f. Simcoe, LLC Operated GCU 306 SWD, API 30-045-24286 (Liquids)
 - g. Simcoe, LLC Operated GCU 307 SWD, API 30-045-24248 (Liquids)
 - h. Simcoe, LLC Operated GCU 328 SWD, API 30-045-24735 (Liquids)
 - i. Simcoe, LLC Operated Pritchard SWD #1, API 30-045-28351 (Liquids)

All liquids and/or sludge within the BGT were removed and sent to one of the above NMOCD approved facilities for disposal.

4. Simcoe, LLC shall remove the BGT and dispose of it in a NMOCD approved facility or recycle, reuse, or reclaim it in a manner that the NMOCD approves. If a liner is present and must be disposed of it will be cleaned by scraping any soils or other attached materials on the liner to a de minimus amount and disposed at a permitted solid waste facility, pursuant to Subparagraph (m) of Paragraph (1) of Subsection C of 19.15.35.8 NMAC. Documentation as to the final disposition of the removed BGT will be provided in the final closure report.

The BGT was transported for disposal.

5. Simcoe, LLC shall remove any on-site equipment associated with a BGT unless the equipment is required for well production.

The BGT was replaced and equipment remained on site.

6. Simcoe, LLC shall sample the soils beneath the BGT to determine whether a release has occurred. Simcoe, LLC shall collect at a minimum: a five (5) point composite sample and individual grab samples from any area that is wet, discolored or showing other evidence of a release and analyze for BTEX, TPH, and chlorides. The testing methods for those constituents are as follows.

| Constituents | Constituents Testing Method | | 5PC-TB@5'(40) Results (mg/kg) |
|--------------|-------------------------------------|--------|----------------------------------|
| Chloride | US EPA Method 300.0 | 20,000 | ND |
| TPH | US EPA Method SW-846 418.1 | 2,500 | 1,033 |
| GRO + DRO | US EPA Method SW-846 8015M | 1,000 | 392 |
| Total BTEX | US EPA Method SW-846 8021B or 8260B | 50 | 0.369 |
| Benzene | US EPA Method SW-846 8021B or 8260B | 10 | ND |

Notes: mg/kg- milligram per kilogram; GRO- gasoline range organics; DRO- diesel range organics; TPH- total petroleum hydrocarbons; BTEX- benzene, toluene, ethylbenzene, and total xylenes; ND- analyte not detected. Other EPA methods that the division approves may be applied to all constituents listed. Chloride closure standards will be determined by whichever concentration level is greatest.

<u>Soils beneath the BGT were sampled for TPH, BTEX, and chloride per the above requirements. Sampling</u> results indicate that all concentrations were below the relevant closure criteria standards.

- 7. Simcoe, LLC shall notify the division District III office of its results on form C-141. **Form C-141 is attached.**
- 8. If it is found that a release has occurred, then Simcoe, LLC will comply with 19.15.30 NMAC and 19.15.29 NMAC, as appropriate.

Sampling results indicate that all concentrations were below the relevant closure criteria standards.

9. If the sampling demonstrates that a release has not occurred or that any release does not exceed the concentrations specified above, then Simcoe, LLC shall backfill the excavation, with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover, re-contour and re-vegetate the location. The location will be reclaimed if it is not with in the active process area.

Sampling results indicate that all concentrations were below the relevant closure criteria standards. The BGT was replaced.

10. Simcoe, LLC shall reclaim the BGT location, and all areas associated with the BGT including associated access roads to a safe and stable condition that blends with the surrounding undisturbed area. Simcoe, LLC shall substantially restore the impacted surface area to the condition that existed prior to oil and gas operations by placement of the soil cover as provided in Subsection H of 19.15.17.13 NMAC, re-contour the location and associated areas to a contour that approximates the original contour and blends with the surrounding topography and re- vegetate according to Subsection I of 19.15.17.13 NMAC.

The BGT was replaced. No reclamation to be done at this time as former BGT location is located on well pad within area needed for production operations or subsequent drilling.

11. The soil cover for closures where the BGT has been removed or remediated to the NMOCD's satisfaction shall consist of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater.

The BGT was replaced. No reclamation to be done at this time as former BGT location is located on well pad within area needed for production operations or subsequent drilling.

- 12. Simcoe, LLC shall seed the disturbed area the first growing season after closure of the BGT. Seeding will be conducted by drilling on the contour whenever practical or by other division- approved methods. Vegetative cover will be, at a minimum, 70% of the native perennial vegetative cover (un-affected by overgrazing, fire or other intrusion damaging to native vegetation), consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintenance of that cover through two successive growing seasons. During the two growing seasons that prove viability, there shall be no artificial irrigation of the vegetation.

 The BGT was replaced. No reclamation to be done at this time as former BGT location is located on well pad
- The BGT was replaced. No reclamation to be done at this time as former BGT location is located on well pad within area needed for production operations or subsequent drilling.
- 13. Simcoe, LLC shall seed, plant and re-seed pursuant to Paragraph (3) of Subsection I of 19.15.17.13 NMAC, until the location successfully achieves the required vegetative cover.

 The BGT was replaced. No reclamation to be done at this time as former BGT location is located on well pad within area needed for production operations or subsequent drilling.
- 14. Pursuant to Paragraph (5) of Subsection I of 19.15.17.13 NMAC, Simcoe, LLC shall notify the NMOCD when it has seeded or planted and when it successfully achieves revegetation.

 The BGT was replaced. No reclamation to be done at this time as former BGT location is located on well pad within area needed for production operations or subsequent drilling.
- 15. Within 60 days of closure completion, Simcoe, LLC shall submit a closure report on NMOCD's form C-144, and will include the following:
 - a. proof of closure notification (surface owner and NMOCD),
 - b. sampling analytical reports: information required by 19.15.17 NMAC,
 - c. disposal facility name and permit number,
 - d. details on back-filling, capping, covering; and, where applicable, re-vegetation application rates and seeding techniques; and,
 - e. site reclamation, photo documentation, disposal facility name, and permit number

Closure report on Form C-144 is included and contains a photo of the location.

16. Simcoe, LLC shall certify that all information in the report and attachments is accurate, truthful, and compliant with all applicable closure requirements and conditions specified in the approved closure plan. Certification section of Form C-144 has been completed.

Page 10 of 27

Well Name: NEBU

Well Location: T31N / R7W / SEC 34 /

County or Parish/State: SAN

BUREAU OF LAND MANAGEMENT

SWNW / 36.858154 / -107.564774

JUAN / NM

Well Number: 56A

Type of Well: CONVENTIONAL GAS

WELL

Allottee or Tribe Name:

Unit or CA Name: NORTHEAST **BLANCO UNIT--MV**

Unit or CA Number: NMNM78402A

US Well Number: 3004525369

Lease Number: NMSF079003

Well Status: Producing Gas Well

Operator: SIMCOE LLC

Notice of Intent

Sundry ID: 2656757

Type of Submission: Notice of Intent

Type of Action: Other

Date Sundry Submitted:

Time Sundry Submitted:

Date proposed operation will begin:

Procedure Description:

Surface Disturbance

Is any additional surface disturbance proposed?: No

Emma Millar

From: Sabre Beebe <sabre.beebe@ikavenergy.com>

Sent: February 17, 2022 7:03 AM

To: ocd.enviro@state.nm.us; Christopher Whitehead (chris.whitehead@state.nm.us)

Cc: Julie Best; Jonathan Divine; Don Buller

Subject: SIMCOE, LLC Northeast Blanco Unit 056 A Below Grade Tank (BGT) Closure

SENT VIA E-MAIL

February 16, 2022

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

RE: Notice of Proposed Below-Grade Tank (BGT) Closure

Well Name: Northeast Blanco Unit 056 A API# - 30-045-25369 E-34-31N-07W San Juan County, NM

To Whom It May Concern:

With regards to the captioned subject well and requirements of the NMOCD Pit Rule 19.15.17.13, this letter is notification that SIMCOE LLC is planning to close a 40 bbl BGT that will be replaced at the above well site. We anticipate this work to start on or around February 23, 2022 at 10:00 AM.

Should you have any questions, please feel free to contact SIMCOE LLC.

Sincerely,

Sabre Beebe



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

Emma Millar

From: Sabre Beebe <sabre.beebe@ikavenergy.com>

Sent: February 18, 2022 1:28 PM

To: ocd.enviro@state.nm.us; Christopher Whitehead (chris.whitehead@state.nm.us);

victoria.venegas@state.nm.us

Cc: Julie Best; Jonathan Divine; Don Buller

Subject: RE: SIMCOE, LLC Northeast Blanco Unit 056 A Below Grade Tank (BGT) Closure

SENT VIA E-MAIL Schedule Change

February 16, 2022

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

RE: Notice of Proposed Below-Grade Tank (BGT) Closure

Schedule change this work will begin on February 24, 2022 at 10:00 AM

Well Name: Northeast Blanco Unit 056 A API# - 30-045-25369 E-34-31N-07W San Juan County, NM

To Whom It May Concern:

With regards to the captioned subject well and requirements of the NMOCD Pit Rule 19.15.17.13, this letter is notification that SIMCOE LLC is planning to close a 40 bbl BGT that will be replaced at the above well site. We anticipate this work to start on or around February 23, 2022 at 10:00 AM.

Should you have any questions, please feel free to contact SIMCOE LLC.

Sincerely,

Sabre Beebe



Sabre Beebe

Field Environmental Coordinator

Office: (970) 852-5172 Mobile: (970)-769-9523

E-Mail: sabre.beebe@ikavenergy.com

Confidentiality notice:

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

Release Notification

Responsible Party

| | | | | | ^{ID} 329736 | | |
|---|-------------------------------|-------------------------------|----------------------------------|---|--|--|--|
| Contact Name Sabre Beebe Contact | | | | Contact To | ct Telephone (970) 852-5172 | | |
| Contact ema | ^{il} sabre.be | ebe@ikavener | gy.com | Incident # | (assigned by OCD) | | |
| | | | | rango, CO 8130 | 01 | | |
| | | | | of Release Se | | | |
| 36 | .85834 | 413 | | T | -107.565419 | | |
| Latitude 30 | | | (NAD 83 in dec | Longitude _ cimal degrees to 5 decin | mal places) | | |
| Site Name No | ORTHEAS | ST BLANCO UN | NIT #056A | Site Type | Natural Gas Well | | |
| Date Release | Discovered | NA | | API# (if app | plicable) 30-045-25369 | | |
| Unit Letter | Section | Township | Range | Cour | nty | | |
| Е | 34 | 31N | 7W | San J | luan | | |
| Surface Owner: State Federal Tribal Private (Name: Nature and Volume of Release Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below) | | | | | | | |
| Crude Oil | | Volume Release | | | Volume Recovered (bbls) Volume Recovered (bbls) | | |
| Produced | water | | ` ′ | 1.1 | ` ′ | | |
| Is the concentration of dissolved chloride in the produced water >10,000 mg/l? | | | | nioride in the | ☐ Yes ☐ No | | |
| Condensate Volume Released (bbls) | | | Volume Recovered (bbls) | | | | |
| Natural Gas Volume Released (Mcf) | | | Volume Recovered (Mcf) | | | | |
| Other (de | scribe) | Volume/Weight | Released (provide | e units) | Volume/Weight Recovered (provide units) | | |
| Cause of Rel | ^{ease} Samp stand | bling results in ards. The BG | dicate that all T was replace | concentrations d. | s were below the relevant closure criteria | | |

Received by OCD: 4/12/2022 1:24:24 PM Form C-141 State of New Mexico Page 2 Oil Conservation Division

| | F uge 14 0j 2 |
|----------------|---------------|
| Incident ID | |
| District RP | |
| Facility ID | |
| Application ID | |

| Was this a major release as defined by | If YES, for what reason(s) does the respon | sible party consider this a major release? |
|---|--|---|
| 19.15.29.7(A) NMAC? | | |
| ☐ Yes ■ No | | |
| | | |
| If YES was immediate no | tice given to the OCD? By whom? To wh | om? When and by what means (phone, email, etc)? |
| Not required. | once given to the GOD. By whom: To wh | on. When and by what means (phone, email, etc). |
| - | | |
| | Initial Re | esponse |
| The responsible p | party must undertake the following actions immediately | vunless they could create a safety hazard that would result in injury |
| The source of the rele | ease has been stopped. | |
| ☐ The impacted area ha | s been secured to protect human health and | the environment. |
| Released materials ha | ave been contained via the use of berms or d | ikes, absorbent pads, or other containment devices. |
| All free liquids and re | ecoverable materials have been removed and | I managed appropriately. |
| If all the actions described | d above have <u>not</u> been undertaken, explain v | vhy: |
| | | |
| | | |
| | | |
| | | |
| has begun, please attach | a narrative of actions to date. If remedial e | emediation immediately after discovery of a release. If remediation efforts have been successfully completed or if the release occurred lease attach all information needed for closure evaluation. |
| regulations all operators are public health or the environr failed to adequately investig addition, OCD acceptance of and/or regulations. | required to report and/or file certain release notifient. The acceptance of a C-141 report by the O ate and remediate contamination that pose a threat fa C-141 report does not relieve the operator of the contamination o | best of my knowledge and understand that pursuant to OCD rules and fications and perform corrective actions for releases which may endanger CD does not relieve the operator of liability should their operations have at to groundwater, surface water, human health or the environment. In responsibility for compliance with any other federal, state, or local laws |
| Printed Name: Sabre Be | eebe | Title: Field Environmental Coordinator |
| Signature: Sabre | | Date: 2/24/2022 |
| sabre.beebe@ik | avenergy.com | Telephone: (970) 852-5172 |
| | | • |
| OCD Only | | |
| Received by: | | Date: |

| Received by OCD: 4/12/2022 1:24: | 24 PM | | | Page 15 of |
|---|--|---|---------------------|--|
| CLIENT: Sim LOE LLC | P.O. BOX 1653, D | DD CONSULTI DURANGO, CO 0) 764-7356 | | API#: 3004525369 TANK ID (if applicble): |
| FIELD REPORT: | (circle one): BGT CONFIRMATION | RELEASE INVESTIGATION | / OTHER: | PAGE #: of |
| SITE INFORMATION | : SITE NAME: NEBU | #056A | | DATE STARTED: 2/24/22 |
| QUAD/UNIT: E SEC: 34 TWP: | 31N RNG: 7W PM: | NM CNTY: Som | Juan ST: NM | DATE FINISHED: a/a4/22 |
| 1/4-1/4/FOOTAGE: 1850 FNL LEASE #: 5F - 079003 | 500 FWL LEASET | YPE: (FEDERAL) STA' CONTACT: DINTRACTOR: Kelly | | ENVIRONMENTAL SPECIALIST(S): |
| REFERENCE POINT | _ | | | 6841 GLELEV: 6266 |
| 1) 40bbl Steel Tonk | GPS COORD.: 36.858 | | | EARING FROM P&A: |
| 2) | GPS COORD.: | | | EARING FROM P&A: |
| 3) | GPS COORD.: | | DISTANCE/BE | EARING FROM P&A: |
| 4) | GPS COORD.: | | DISTANCE/BE | EARING FROM P&A: |
| SAMPLING DATA: | CHAIN OF CUSTODY RECORD(S) # O | RLAB USED: GAL | | OVM READING |
| 1) SAMPLEID: SPC-TB@51(1 | | | LABANALYSIS: 8015 | B/8015M/300.0(ci) 0.7 |
| 2) SAMPLE ID: | SAMPLE DATE: | SAMPLE TIME: | LAB ANALYSIS: | |
| 3) SAMPLE ID: | SAMPLE DATE: | SAMPLE TIME: | LAB ANALYSIS: | |
| 4) SAMPLE ID: 5) SAMPLE ID: | SAMPLE DATE: SAMPLE DATE: | SAMPLE TIME: | LAB ANALYSIS: | |
| SOIL DESCRIPTION | SOIL TYPE (SAND) SILTY SAND / S | SILT / SILTY CLAY / CLAY / GE | RAVEL / OTHER | |
| COHESION (ALL OTHERS): (NON COHESIVE) SLIGHTLY CONSISTENCY (NON COHESIVE SOILS) (LC MOISTURE: DRY/SLIGHTLY MOIST (MOIST) WE SAMPLE TYPE: GRAB/COMPOSITE # DISCOLORATION/STAINING OBSERVED: YES/N SITE OBSERVATION APPARENT EVIDENCE OF A RELEASE OBSERVE EQUIPMENT SET OVER RECLAIMED AREA: OTHER: Plannis to replace | DOSE/ FIRM / DENSE / VERY DENSE ET / SATURATED / SUPER SATURATED FOF PTS. OF EXPLANATION - SMALL dock LOST INTEGRITY OF EQUIPMENT: D AND/OR OCCURRED: YES (NO) EXPL YES) NO EXPLANATION - | ANY AREAS DISPLAYING WE SPOT (~1-2 ft²) YES (NO) EXPLANATION - ANATION: | NO EXPLANATION - | ANATION - |
| EXCAVATION DIMENSION ESTIMATIO DEPTH TO GROUNDWATER: > 100 f+ | N: NA ft. X NA NEAREST WATER SOURCE: 7100 | ft. X NA ft. | | STIMATION (Cubic Yards): NA NMOCD TPH CLOSURE STD: 2,500 ppr |
| SITE SKETCH | BGT Located: off / on site | PLOT PLAN | circle: attached 0\ | M CALIB. READ. = 100 ppm RF=1.00 |
| ₩ NEBV #0564 | bern fence | SPC-TBO HOBBI Steel Tonk | N 11 | MCALIB. GAS = 100 ppm ME: 0930 @/pm DATE: 2/24/22 MISCELL. NOTES Permit date(s): 2/8/22 OCD Appr. date(s): 2/8/22 Tank OVM = Organic Vapor Meter ppm = parts per million BGT Sidewalls Visible (Y) N |
| | TANK LOCATION; SPD = SAMPLE POINT DESIGN | IATION; R.W. = RETAINING WALL; | NA NOT ADDITION FOR | BGT Sidewalls Visible: Y / N BGT Sidewalls Visible: Y / N Magnetic declination: |
| NOT AVAILABLE; SW-SINGLE WALL; DW-DO | UBLE WALL; SB - SINGLE BOTTOM; DB - DOUBLE | BOTTOM. | | magnetic decimation. |

ONSITE: 2 24/22

NOTES:





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

04 March 2022

Kyle Siesser Cottonwood Consulting PO Box 1653 Durango, CO 81302

RE: BTEX/TPH, CI

Enclosed are the results of analyses for samples received by the laboratory on 02/24/22 13:35. 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,

Debbie Zufelt

Reports Manager

Deldie Zufett

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: T104704514-22-13

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: T104704398-21-14



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Cottonwood Consulting

Project: BTEX/TPH, Cl

PO Box 1653 Durango CO, 81302 Project Name / Number: NEBU 056A
Project Manager: Kyle Siesser

Reported: 03/04/22 07:40

ANALYTICAL REPORT FOR SAMPLES

| Sample ID | Laboratory ID | Matrix | Date Sampled | Date Received | Notes |
|---------------|---------------|--------|----------------|----------------|-------|
| 5PC-TB@5'(40) | 2202239-01 | Solid | 02/24/22 11:20 | 02/24/22 13:35 | |

Green Analytical Laboratories

Debbie Zufelt, Reports Manager

The results in this report apply to the samples analyzed in accordance with the chain of custody document. This analytical report must be reproduced in its entirety. In no event shall Green Analytical Laboratories be liable for incidental or consequential damages. GALs liability, and clients exclusive remedy for any claim arising, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever, shall be deemed waived unless made in writing and received within thirty days after completion of the applicable service.

Page 2 of 8 2202239 GAL FINAL 03 04 22 0740 03/04/22 07:40:58

Released to Imaging: 7/20/2022 4:43:54 PM

seldie Zufett



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Cottonwood Consulting PO Box 1653

Durango CO, 81302

Project: BTEX/TPH, Cl
Project Name / Number: NEBU 056A
Project Manager: Kyle Siesser

Reported: 03/04/22 07:40

5PC-TB@5'(40)

2202239-01 (Soil)

| Analyte | Result | RL | MDL | Units | Dilution | Analyzed | Method | Notes | Analyst |
|---------------------------------------|--------------|------------|---------|-----------|----------|-------------------|---------------|-------|---------|
| General Chemistry | | | | | | | | | |
| % Dry Solids | 88.7 | | | % | 1 | 02/28/22 14:50 | EPA160.3/1684 | | VJW |
| Soluble (DI Water Extraction) | | | | | | | | | |
| Chloride | <11.3 | 11.3 | 0.343 | mg/kg dry | 10 | 03/01/22 12:53 | EPA300.0 | | AES |
| Subcontracted Cardinal | Laboratories | 101 East N | Marland | Hobbs, I | NM 882 | 240 | | | |
| Volatile Organic Compounds by EPA | Method 8021 | | | | | | | | |
| Benzene* | < 0.050 | 0.050 | 0.004 | mg/kg | 50 | 03/02/22 14:50 | 8021B | | MS\ |
| Toluene* | 0.051 | 0.050 | 0.006 | mg/kg | 50 | 03/02/22 14:50 | 8021B | | MS\ |
| Ethylbenzene* | < 0.050 | 0.050 | 0.006 | mg/kg | 50 | 03/02/22 14:50 | 8021B | | MS\ |
| Total Xylenes* | 0.318 | 0.150 | 0.014 | mg/kg | 50 | 03/02/22 14:50 | 8021B | | MS\ |
| Total BTEX | 0.369 | 0.300 | 0.030 | mg/kg | 50 | 03/02/22 14:50 | 8021B | | MS\ |
| Surrogate: 4-Bromofluorobenzene (PID) | | | 104 % | 69.9-140 | | 03/02/22 14:50 | 8021B | | MS\ |
| Petroleum Hydrocarbons by GC FID | | | | | | | | | |
| GRO C6-C10* | <10.0 | 10.0 | 6.25 | mg/kg | 1 | 03/03/22 09:42 | 8015B | | MS |
| DRO >C10-C28* | 392 | 10.0 | 4.26 | mg/kg | 1 | 03/03/22 09:42 | 8015B | | MS |
| EXT DRO >C28-C36 | 641 | 10.0 | 4.26 | mg/kg | 1 | 03/03/22 09:42 | 8015B | | MS |
| Surrogate: 1-Chlorooctane | | | 128 % | 66.9-136 | | 03/03/22 09:42 | 8015B | | MS |
| Surrogate: 1-Chlorooctadecane | | | 141 % | 59.5-142 | | 03/03/22 09:42 | 8015B | | MS |

Green Analytical Laboratories

Dellin Zufett

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Cottonwood Consulting PO Box 1653

Durango CO, 81302

Project: BTEX/TPH, Cl Project Name / Number: NEBU 056A

Reported:

Project Manager: Kyle Siesser 03/04/22 07:40

General Chemistry - Quality Control

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Notes |
|---|---|--------------------|------------------|----------------|------------------|-------------|----------------|-------|--------------|-------|
| Batch B220531 - General Prep - Wet Chem | | | | | | | | | | |
| Duplicate (B220531-DUP2) | Sou | rce: 2202242- | - 06 Prep | ared: 02/27/ | /22 Analyz | ed: 02/28/2 | 2 | | | |
| % Dry Solids | 83.6 | | % | | 84.0 | | | 0.535 | 20 | |
| | Soluble (DI Water Extraction) - Quality Control | | | | | | | | | |
| | | Reporting | | Spike | Source | | %REC | | RPD | |
| Analyte | Result | Limit | Units | Level | Result | %REC | Limits | RPD | Limit | Notes |
| Batch B220540 - IC- Ion Chromatograph | | | | | | | | | | |
| Blank (B220540-BLK1) | | | Prep | ared: 02/28/ | /22 Analyz | ed: 03/01/2 | 2 | | | |
| Chloride | ND | 10.0 | mg/kg wet | | | | | | | |
| LCS (B220540-BS1) | Prepared: 02/28/22 Analyzed: 03/01/22 | | | | | | | | | |
| Chloride | 250 | 10.0 | mg/kg wet | 250 | | 99.9 | 85-115 | | | |
| LCS Dup (B220540-BSD1) | | | Prep | ared: 02/28/ | /22 Analyz | ed: 03/01/2 | 2 | | | |
| Chloride | 257 | 10.0 | mg/kg wet | 250 | | 103 | 85-115 | 2.89 | 20 | |

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Dellie Zufett

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Cottonwood Consulting Project: BTEX/TPH, Cl PO Box 1653 Project Name / Number: NEBU 056A Durango CO, 81302

Project Manager: Kyle Siesser

Reported: 03/04/22 07:40

Volatile Organic Compounds by EPA Method 8021 - Quality Control

| | | Reporting | | Spike | Source | | %REC | | RPD | |
|---------------------------------------|--------|-----------|-------|-------------|--------------|------|----------|------|-------|-------|
| Analyte | Result | Limit | Units | Level | Result | %REC | Limits | RPD | Limit | Notes |
| Batch 2030201 - Volatiles | | | | | | | | | | |
| Blank (2030201-BLK1) | | | Prep | ared & Ana | lyzed: 03/02 | 2/22 | | | | |
| Surrogate: 4-Bromofluorobenzene (PID) | 0.0528 | | mg/kg | 0.0500 | | 106 | 69.9-140 | | | |
| Benzene | ND | 0.050 | mg/kg | | | | | | | |
| Ethylbenzene | ND | 0.050 | mg/kg | | | | | | | |
| Toluene | ND | 0.050 | mg/kg | | | | | | | |
| Total BTEX | ND | 0.300 | mg/kg | | | | | | | |
| Total Xylenes | ND | 0.150 | mg/kg | | | | | | | |
| LCS (2030201-BS1) | | | Prep | ared & Ana | lyzed: 03/02 | 2/22 | | | | |
| Surrogate: 4-Bromofluorobenzene (PID) | 0.0517 | | mg/kg | 0.0500 | | 103 | 69.9-140 | | | |
| Benzene | 1.88 | 0.050 | mg/kg | 2.00 | | 93.8 | 83.4-122 | | | |
| Ethylbenzene | 1.85 | 0.050 | mg/kg | 2.00 | | 92.4 | 84.2-121 | | | |
| m,p-Xylene | 3.89 | 0.100 | mg/kg | 4.00 | | 97.2 | 89.9-126 | | | |
| o-Xylene | 1.84 | 0.050 | mg/kg | 2.00 | | 92.0 | 84.3-123 | | | |
| Toluene | 1.85 | 0.050 | mg/kg | 2.00 | | 92.4 | 84.2-126 | | | |
| Total Xylenes | 5.73 | 0.150 | mg/kg | 6.00 | | 95.5 | 89.1-124 | | | |
| LCS Dup (2030201-BSD1) | | | Prep | ared & Anal | lyzed: 03/02 | 2/22 | | | | |
| Surrogate: 4-Bromofluorobenzene (PID) | 0.0514 | | mg/kg | 0.0500 | | 103 | 69.9-140 | | | |
| Benzene | 2.15 | 0.050 | mg/kg | 2.00 | | 107 | 83.4-122 | 13.4 | 12.6 | QR- |
| Ethylbenzene | 2.12 | 0.050 | mg/kg | 2.00 | | 106 | 84.2-121 | 13.8 | 13.9 | |
| m,p-Xylene | 4.45 | 0.100 | mg/kg | 4.00 | | 111 | 89.9-126 | 13.3 | 13.6 | |
| o-Xylene | 2.11 | 0.050 | mg/kg | 2.00 | | 105 | 84.3-123 | 13.6 | 14.1 | |
| Toluene | 2.13 | 0.050 | mg/kg | 2.00 | | 106 | 84.2-126 | 14.2 | 13.3 | QR- |
| Total Xylenes | 6.55 | 0.150 | mg/kg | 6.00 | | 109 | 89.1-124 | 13.4 | 13.4 | |

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seldie Zufett

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Cottonwood Consulting PO Box 1653

Durango CO, 81302

Project: BTEX/TPH, Cl
Project Name / Number: NEBU 056A
Project Manager: Kyle Siesser

Reported: 03/04/22 07:40

Petroleum Hydrocarbons by GC FID - Quality Control

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Notes |
|---|--------|--------------------|-------|----------------|------------------|-------|----------------|-------|--------------|--------|
| Batch 2030208 - General Prep - Organics | Result | Limit | Omo | Level | Result | 70KLC | Linno | МЪ | Limit | 110108 |
| Blank (2030208-BLK1) | | | Prep | ared & Ana | lyzed: 03/02 | 2/22 | | | | |
| Surrogate: 1-Chlorooctadecane | 48.0 | | mg/kg | 50.0 | | 95.9 | 59.5-142 | | | |
| Surrogate: 1-Chlorooctane | 46.7 | | mg/kg | 50.0 | | 93.4 | 66.9-136 | | | |
| 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 (2030208-BS1) | | | Prep | ared & Ana | lyzed: 03/02 | 2/22 | | | | |
| Surrogate: 1-Chlorooctadecane | 58.5 | | mg/kg | 50.0 | | 117 | 59.5-142 | | | |
| Surrogate: 1-Chlorooctane | 60.1 | | mg/kg | 50.0 | | 120 | 66.9-136 | | | |
| DRO >C10-C28 | 174 | 10.0 | mg/kg | 200 | | 87.2 | 83-129 | | | |
| GRO C6-C10 | 208 | 10.0 | mg/kg | 200 | | 104 | 81.6-129 | | | |
| Total TPH C6-C28 | 382 | 10.0 | mg/kg | 400 | | 95.6 | 84.5-127 | | | |
| LCS Dup (2030208-BSD1) | | | Prep | ared & Ana | lyzed: 03/02 | 2/22 | | | | |
| Surrogate: 1-Chlorooctadecane | 59.4 | | mg/kg | 50.0 | | 119 | 59.5-142 | | | |
| Surrogate: 1-Chlorooctane | 60.0 | | mg/kg | 50.0 | | 120 | 66.9-136 | | | |
| DRO >C10-C28 | 175 | 10.0 | mg/kg | 200 | | 87.5 | 83-129 | 0.320 | 17.9 | |
| GRO C6-C10 | 206 | 10.0 | mg/kg | 200 | | 103 | 81.6-129 | 1.21 | 21.4 | |
| Total TPH C6-C28 | 381 | 10.0 | mg/kg | 400 | | 95.1 | 84.5-127 | 0.510 | 17.6 | |

Green Analytical Laboratories

Dellie Zufett

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www.GreenAnalytical.com

Cottonwood Consulting Project: BTEX/TPH, Cl

PO Box 1653 Project Name / Number: NEBU 056A Reported:
Durango CO, 81302 Project Manager: Kyle Siesser 03/04/22 07:40

Notes and Definitions

QR-04 The RPD for the BS/BSD was outside of historical limits.

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

Debbie Zufelt, Reports Manager

seldie Zufett

Released to Imaging: 7/20/2022 4:43:54 PM

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Page 7 of 8 2202239 GAL FINAL 03 04 22 0740 03/04/22 07:40:58

Relinquished by:

Relinquished by:

Relinquished by by GAL within 30 days after corr

Relinquished by:

Date:

Received by:

Time:

Date:

Received by:

Time:

Date:

Time:

なるとな 1335

Received by

interruptions, loss of use, or loss of profits incurred by client, its subsidiaries,

ADDITIONAL REMARKS:

affiliates or successors arising out of or related to the performance of services hereunder

Report to State? (Circle)

Yes

No

Time:



(970) 247-4220

City:

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

FORM-006

COC - Revision 6.0

Sampler Name (Print): Contact Person: My Le Phone #: 970-Address: PO Box Company or Client: withonwood LEASE NOTE: GAL For Lab Use Project Name(optional): NEBU Email Report to: 2202-239 Ourmos G 764-7356 PC 1653 Sample Name or Location SIESSE 1B'w 050 (04),5 Consulting State: 60 Fax: (970) 247-4227 Zip: alay aa Date 81302 Collected 30 Time dzufelt@greenanalytical.com
75 Suttle St Durango, CO 81303 State: City: P.O. #: GROUNDWATER Address Attn: Phone #: Company Matrix (check one) SURFACEWATER WASTEWATER PRODUCEDWATER Bill to (if different): SOIL DRINKING WATER OTHER No preservation (general) # of containers HNO₃ HCI H₂SO₄ Other: Other: BTEX ANALYSIS REQUEST Chloride (300.0)

† GAL cannot always accept verbal changes. Please fax or email written change requests.

* Chain of Custody must be signed in "Relinquished By:" as an acceptance of services and all applicable charges.

9.2

CHECKER 0

On Ice

No Ice

Laser



Northeast Blanco Unit #056A Photographic Log Simcoe, LLC



Photo 1: Northeast Blanco Unit #056A well sign, 2/24/2022.



Photo 2: 40 bbls steel tank prior to removal, 2/24/2022.



Northeast Blanco Unit #056A Photographic Log Simcoe, LLC



Photo 3: Former location of 40 bbls steel tank following removal, 2/24/2022.



Photo 4: Replaced BGT, 2/24/2022.

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

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

Action 97905

CONDITIONS

| Operator: | OGRID: |
|---------------------------|--|
| SIMCOE LLC | 329736 |
| 1199 Main Ave., Suite 101 | Action Number: |
| Durango, CO 81301 | 97905 |
| | Action Type: |
| | [C-144] Below Grade Tank Plan (C-144B) |

CONDITIONS

| Created B | y Condition | Condition Date |
|-----------|-------------|-------------------|
| jburdine | e None | 7/20/2022 |