

**APPROVED**

# **RICE** *Operating Company*

112 West Taylor • Hobbs, New Mexico 88240

Phone: (575) 393-9174 • Fax: (575) 397-1471

**April 1, 2021**

## **Bradford Billings**

Environmental Bureau, Oil Conservation Division

New Mexico Energy, Minerals, & Natural Resources Department

1220 S. St. Francis Drive

Santa Fe, New Mexico 87505

**RE: 2020 Annual Groundwater Report**

**Rice Operating Company – BD SWD System**

**BD F-29 (1R426-16) and F-29-1 (1R426-15): UL/F, Sec. 29, T21S, R37E**

Review of 2020 Annual Groundwater  
Report: **Content satisfactory**

1. Continue sampling on a semi-annual schedule at a minimum
2. OCD pre-approves the elimination of chloride, TDS, & sulfate from any further lab analysis in MW #2
3. OCD pre-approves the elimination of sulfate from any further lab analysis in MW #1 & MW #3
4. Submit summarized activities completed and their results in a 2021 Annual Report. Submittal to OCD expected no later than March 31, 2022.

Mr. Billings:

ROC is the service provider (agent) for the BD SWD System and has no ownership of any portion of the pipeline, well, or facility. The system is owned by a consortium of oil producers, System Parties, who provide all operating capital on a percentage ownership/usage basis.

## **Background and Previous Work**

The BD F-29 site is located 25 ft south from the BD F-29-1 site. These sites are located approximately 1.5 miles northwest of Eunice, New Mexico at UL/F, Sec. 29, T21S, R37E as shown on the Geographical Location Map and Area Map. Groundwater sampling at the site indicated the depth to groundwater is approximately 99 feet below ground surface (bgs).

### BD F-29 Backhoe Delineation

In 2003, ROC initiated work on the former BD F-29 junction box. The site was delineated using a backhoe to form a 25x10x14-ft deep excavation and soil samples were screened at regular intervals for both hydrocarbon and chloride. From the excavation, the four-wall composite and the bottom composite were taken to a commercial laboratory for analysis. Laboratory tests of the four-wall composite and the bottom composite resulted in elevated chloride concentrations. TPH concentrations were low and BTEX concentrations were below detectable limits. The site was backfilled, the area was contoured to the surrounding area, and an identification plate was placed on the surface of the site to mark its location for future environmental considerations. NMOCD was notified of potential groundwater impact on March 26<sup>th</sup>, 2003 and a junction box disclosure report was submitted to NMOCD with all the 2003 junction box closures and disclosures.

### BD F-29-1 Backhoe Delineation

In 2003, ROC initiated work on the former BD F-29-1 junction. The site was delineated using a backhoe to form a 20x10x6-ft deep excavation and soil samples were screened at regular intervals for both hydrocarbon and chloride. From the excavation, the bottom composite was

taken to a commercial laboratory for analysis. Laboratory testing on the bottom composite showed a chloride laboratory reading of 1,060 mg/kg, a GRO reading of non-detect and a DRO reading of 26.6 mg/kg. BTEX readings returned a result of non-detect. The site was backfilled, the area was contoured to the surrounding area, and an identification plate was placed on the surface of the site to mark its location for future environmental considerations. NMOCD was notified of potential groundwater impact on March 26<sup>th</sup>, 2003 and a junction box closure report was submitted to NMOCD with all the 2003 junction box closures and disclosures.

An Investigation and Characterization Plan (ICP) was submitted to NMOCD September 30<sup>th</sup>, 2013. According to the ICP, a total of 18 soil bores were drilled at the two sites. As the bores were advanced, soil samples were taken at regular intervals and field tested for chloride and hydrocarbon. Representative samples from each bore were taken to a commercial laboratory for analysis. The interior bores (SB 1-9, 11 and 14-16) located close to the former boxes, showed evidence of elevated chlorides throughout each bore. Although the laboratory chloride readings decrease with depth in each bore, the bottom samples at 95 ft bgs are still above 250 mg/kg. The most outer bores (SB 12, 13, 17 and SB-18) showed laboratory chloride readings that decrease to below 250 mg/kg before reaching the capillary fringe. GRO and DRO readings were non-detect in all bores at all depths.

According to a Corrective Action Plan (CAP) approved by the NMOCD on October 30<sup>th</sup>, 2013, ROC installed a 20-mil reinforced liner measuring 247x106-ft at a depth of 4.5 ft bgs. The liner extended 5 ft beyond the furthest soil bores and will provide a barrier that will inhibit the downward migration of chlorides to the groundwater. The soils placed above the liner had a laboratory chloride reading of 240 mg/kg and 320 mg/kg, and field PID readings of 0.4 ppm and 1.2 ppm. Upon completion of backfilling, the site was seeded with a native vegetative mix and soil amendments. A CAP Report and Soil Closure Request summarizing this work was submitted to NMOCD on July 23<sup>rd</sup>, 2014, and NMOCD granted Soil Closure on September 18<sup>th</sup>, 2014.

On November 13<sup>th</sup>, 2018, a near-source monitor well (MW-1) was installed approximately 70 ft southeast of the former junction boxes. On December 10<sup>th</sup>, 2018, an up-gradient well (MW-2) was installed approximately 133 ft northwest and a down-gradient well (MW-3) was installed approximately 170 ft southeast of the former junction boxes. These wells were developed and have been sampled regularly. The most recent sampling event resulted in a chloride concentration of 440 mg/L in MW-1, 104 mg/L in MW-2, and 240 mg/L in MW-3. BTEX concentrations remained below detectable limits since the wells were installed. In 2020, ROC received NMOCD approval to cease BTEX sampling, and approval to temporarily reduce the sampling interval to semi-annual. ROC will begin quarterly sampling in 2021.

Attached is the Appendix, which contains:

1. A Geographical Location Map.
2. A map showing well locations.
3. A table presenting all laboratory results and depth to groundwater for each well at the site, and a graph showing laboratory results.
4. The laboratory analytical results for 2020.

Rice Operating Company appreciates the opportunity to work with you on this project. Please contact me at (575) 393-9174 or Edward Hansen at (505) 920-4965 if you have any questions or wish to further discuss this site. Thank you for your time and consideration.

Sincerely,

A handwritten signature in black ink that reads "Katie Davis". The signature is written in a cursive, flowing style.

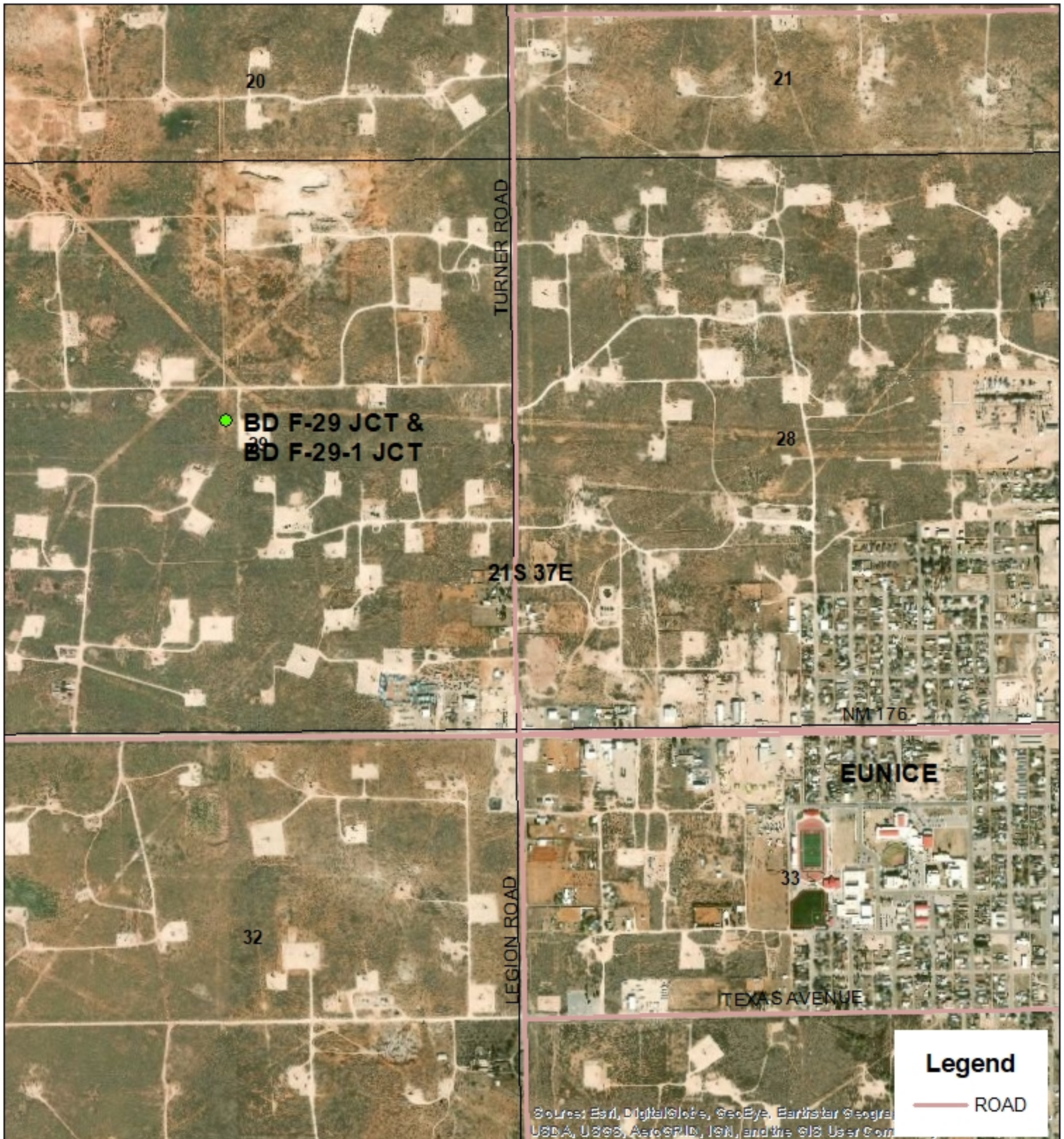
Katie Davis  
Environmental Manager  
RICE Operating Company (ROC)

Cc – Edward J. Hansen (ROC)

appendix



## Geographical Location Map

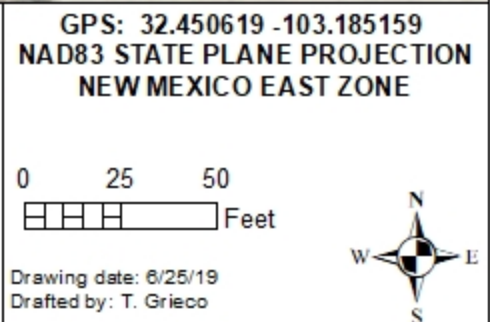


***BD F-29 JCT***  
 1R426-16  
***BD F-29-1 JCT***  
 1R426-15  
 UL F SECTION 29  
 T-21-S R-37-E  
 LEA COUNTY, NM

GPS:  
 F-29 JCT: 32.450545 -103.185153  
 F-29-1 JCT: 32.450619 -103.185157  
 NAD 83 STATE PLANE PROJ.  
 NM EAST ZONE  
 0 1,000 2,000  
 Feet  
 Drawing date: 1/28/20  
 Drafted by: T. Grieco





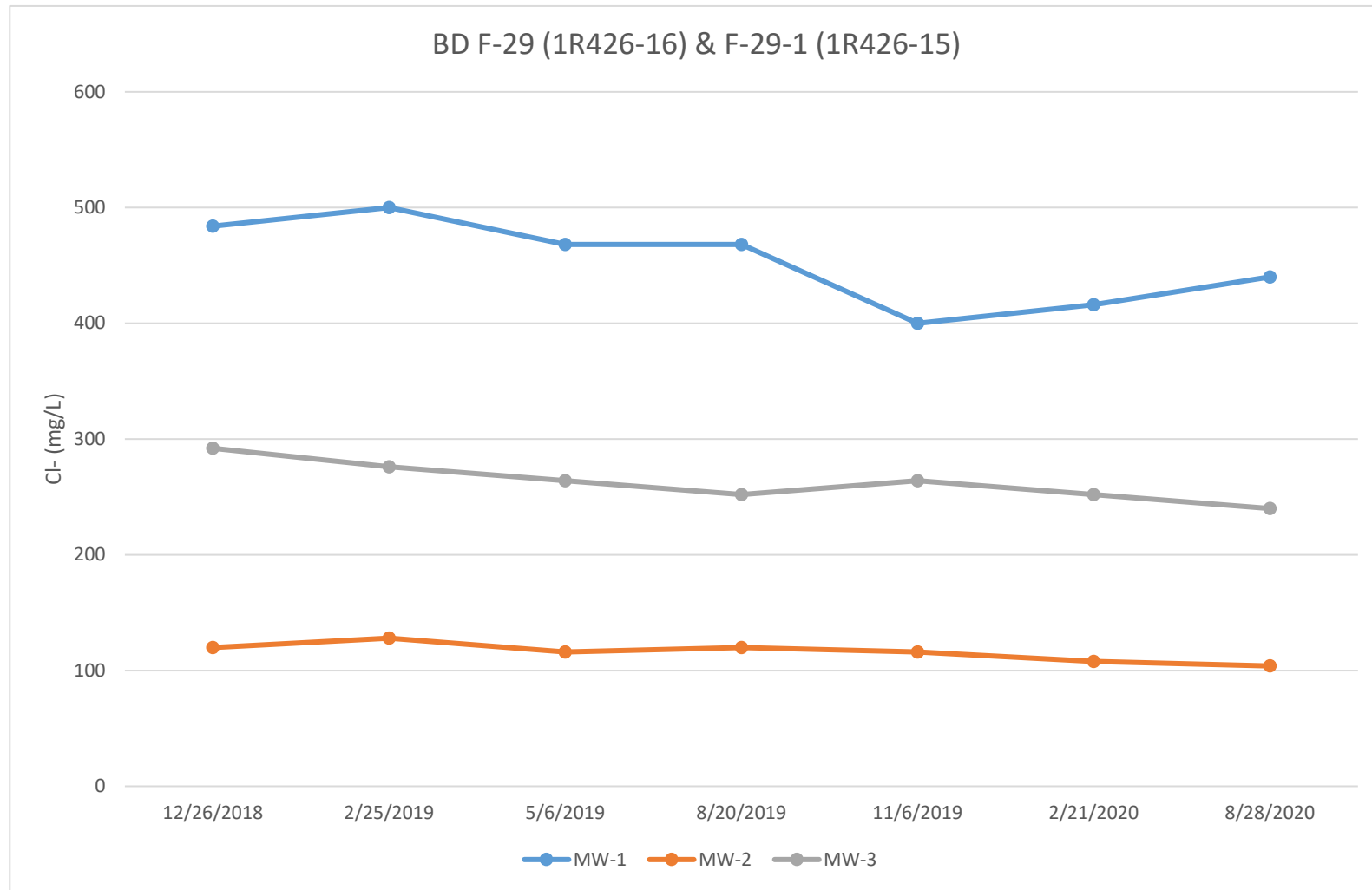


**ROC - BD F-29 (1R426-16) & F-29-1 (1R426-15)****Unit Letter F, Section 29, T21S, R37E**

| MW | Depth to Water | Total Depth | Well Volume | Volume Purged | Sample Date | CI  | TDS   | Benzene | Toluene | Ethyl Benzene | Total Xylenes | Sulfate | Comments      |
|----|----------------|-------------|-------------|---------------|-------------|-----|-------|---------|---------|---------------|---------------|---------|---------------|
| 1  | 99.48          | 116.15      | 10.9        | 35            | 12/26/2018  | 484 | 1,300 | <0.001  | <0.001  | <0.001        | <0.003        | 278     | Clear No odor |
| 1  | 99.45          | 116.15      | 10.9        | 35            | 2/25/2019   | 500 | 1,230 | <0.001  | <0.001  | <0.001        | <0.003        | 251     | Clear No odor |
| 1  | 99.44          | 116.15      | 10.9        | 35            | 5/6/2019    | 468 | 976   | <0.001  | <0.001  | <0.001        | <0.003        | 238     | Clear No odor |
| 1  | 99.42          | 116.15      | 10.9        | 35            | 8/20/2019   | 468 | 1,300 | <0.001  | <0.001  | <0.001        | <0.003        | 211     | Clear No odor |
| 1  | 99.44          | 116.15      | 10.9        | 35            | 11/6/2019   | 400 | 1,200 | <0.001  | <0.001  | <0.001        | <0.003        | 208     | Clear No odor |
| 1  | 99.43          | 116.15      | 10.9        | 35            | 2/21/2020   | 416 | 1,140 | <0.0005 | <0.0005 | <0.0005       | <0.002        | 125     | Clear No odor |
| 1  | 99.4           | 116.15      | 10.9        | 35            | 8/28/2020   | 440 | 1,290 | XXX     | XXX     | XXX           | XXX           | 218     | Clear No odor |

| MW | Depth to Water | Total Depth | Well Volume | Volume Purged | Sample Date | CI  | TDS | Benzene | Toluene | Ethyl Benzene | Total Xylenes | Sulfate | Comments      |
|----|----------------|-------------|-------------|---------------|-------------|-----|-----|---------|---------|---------------|---------------|---------|---------------|
| 2  | 98.22          | 102.98      | 0.7         | 3             | 12/26/2018  | 120 | 550 | <0.001  | <0.001  | <0.001        | <0.003        | 153     | Clear No odor |
| 2  | 98.2           | 102.98      | 0.7         | 3             | 2/25/2019   | 128 | 470 | <0.001  | <0.001  | <0.001        | <0.003        | 134     | Clear No odor |
| 2  | 98.18          | 102.98      | 0.7         | 3             | 5/6/2019    | 116 | 616 | <0.001  | <0.001  | <0.001        | <0.003        | 116     | Clear No odor |
| 2  | 98.13          | 102.98      | 0.7         | 3             | 8/20/2019   | 120 | 570 | <0.001  | <0.001  | <0.001        | <0.003        | 119     | Clear No odor |
| 2  | 98.19          | 102.98      | 0.7         | 3             | 11/6/2019   | 116 | 596 | <0.001  | <0.001  | <0.001        | <0.003        | 121     | Clear No odor |
| 2  | 98.16          | 102.48      | 0.7         | 3             | 2/21/2020   | 108 | 538 | <0.0005 | <0.0005 | <0.0005       | <0.002        | 146     | Clear No odor |
| 2  | 98.14          | 102.48      | 0.7         | 3             | 8/28/2020   | 104 | 617 | XXX     | XXX     | XXX           | XXX           | 109     | Clear No odor |

| MW | Depth to Water | Total Depth | Well Volume | Volume Purged | Sample Date | CI  | TDS   | Benzene | Toluene | Ethyl Benzene | Total Xylenes | Sulfate | Comments      |
|----|----------------|-------------|-------------|---------------|-------------|-----|-------|---------|---------|---------------|---------------|---------|---------------|
| 3  | 99.88          | 108.83      | 1.4         | 5             | 12/26/2018  | 292 | 978   | <0.001  | <0.001  | <0.001        | <0.003        | 298     | Clear No odor |
| 3  | 99.87          | 108.83      | 1.4         | 5             | 2/25/2019   | 276 | 991   | <0.001  | <0.001  | <0.001        | <0.003        | 245     | Clear No odor |
| 3  | 99.88          | 108.83      | 1.4         | 5             | 5/6/2019    | 264 | 936   | <0.001  | <0.001  | <0.001        | <0.003        | 240     | Clear No odor |
| 3  | 99.9           | 108.83      | 1.4         | 5             | 8/20/2019   | 252 | 964   | <0.001  | <0.001  | <0.001        | <0.003        | 227     | Clear No odor |
| 3  | 100.03         | 108.83      | 1.4         | 3             | 11/6/2019   | 264 | 871   | <0.001  | <0.001  | <0.001        | <0.003        | 238     | Clear No odor |
| 3  | 99.99          | 108.83      | 1.4         | 3             | 2/21/2020   | 252 | 1,080 | <0.0005 | <0.0005 | <0.0005       | <0.002        | 242     | Clear No odor |
| 3  | 99.97          | 108.83      | 1.4         | 3             | 8/28/2020   | 240 | 1,080 | XXX     | XXX     | XXX           | XXX           | 219     | Clear No odor |





PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

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March 03, 2020

KATIE JONES

Rice Operating Company

112 W. Taylor

Hobbs, NM 88240

RE: BD JUNCTION F-29 & F-29-1

Enclosed are the results of analyses for samples received by the laboratory on 02/25/20 8:10.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-19-12. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (\*). For a complete list of accredited analytes and matrices visit the TCEQ website at [www.tceq.texas.gov/field/qa/lab\\_accred\\_certif.html](http://www.tceq.texas.gov/field/qa/lab_accred_certif.html).

Cardinal Laboratories is accredited through the State of Colorado Department of Public Health and Environment for:

|                  |                              |
|------------------|------------------------------|
| Method EPA 552.2 | Haloacetic Acids (HAA-5)     |
| Method EPA 524.2 | Total Trihalomethanes (TTHM) |
| Method EPA 524.4 | Regulated VOCs (V1, V2, V3)  |

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

A handwritten signature in black ink that reads "Celey D. Keene". The signature is written in a cursive style with a large, stylized 'C' and 'K'.

Celey D. Keene

Lab Director/Quality Manager





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**Analytical Results For:**

Rice Operating Company  
 KATIE JONES  
 112 W. Taylor  
 Hobbs NM, 88240  
 Fax To: (575) 397-1471

|                   |                                     |                     |                |
|-------------------|-------------------------------------|---------------------|----------------|
| Received:         | 02/25/2020                          | Sampling Date:      | 02/21/2020     |
| Reported:         | 03/03/2020                          | Sampling Type:      | Water          |
| Project Name:     | BD JUNCTION F-29 & F-29-1           | Sampling Condition: | Cool & Intact  |
| Project Number:   | NONE GIVEN                          | Sample Received By: | Tamara Oldaker |
| Project Location: | T21S R37E SEC 29 F ~ LEA COUNTY, NM |                     |                |

**Sample ID: MONITOR WELL #1 (H000578-01)**

| BTEX 8260B     |         | mg/L            |            | Analyzed By: CK |       |            |               |      |           |  |
|----------------|---------|-----------------|------------|-----------------|-------|------------|---------------|------|-----------|--|
| Analyte        | Result  | Reporting Limit | Analyzed   | Method Blank    | BS    | % Recovery | True Value QC | RPD  | Qualifier |  |
| Benzene*       | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.019 | 92.8       | 0.0200        | 3.68 |           |  |
| Toluene*       | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.020 | 97.6       | 0.0200        | 6.84 |           |  |
| Ethylbenzene*  | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.021 | 103        | 0.0200        | 6.05 |           |  |
| Total Xylenes* | <0.002  | 0.002           | 02/29/2020 | ND              | 0.065 | 108        | 0.0600        | 5.88 |           |  |
| Total BTEX     | <0.003  | 0.003           | 02/29/2020 | ND              |       |            |               |      |           |  |

Surrogate: Dibromofluoromethane 101 % 89.2-112

Surrogate: Toluene-d8 101 % 92-106

Surrogate: 4-Bromofluorobenzene 93.5 % 80.4-124

| Chloride, SM4500Cl-B |        | mg/L            |            | Analyzed By: AC |      |            |               |      |           |  |
|----------------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Chloride*            | 416    | 4.00            | 02/26/2020 | ND              | 96.0 | 96.0       | 100           | 4.08 |           |  |

| Sulfate 375.4 |        | mg/L            |            | Analyzed By: GM |      |            |               |      |           |  |
|---------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte       | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Sulfate*      | 125    | 25.0            | 02/26/2020 | ND              | 20.5 | 102        | 20.0          | 6.89 |           |  |

| TDS 160.1 |        | mg/L            |            | Analyzed By: GM |     |            |               |      |           |  |
|-----------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte   | Result | Reporting Limit | Analyzed   | Method Blank    | BS  | % Recovery | True Value QC | RPD  | Qualifier |  |
| TDS*      | 1140   | 5.00            | 02/28/2020 | ND              | 526 | 105        | 500           | 8.49 |           |  |

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\*=Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager



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**Analytical Results For:**

Rice Operating Company  
 KATIE JONES  
 112 W. Taylor  
 Hobbs NM, 88240  
 Fax To: (575) 397-1471

|                   |                                     |                     |                |
|-------------------|-------------------------------------|---------------------|----------------|
| Received:         | 02/25/2020                          | Sampling Date:      | 02/21/2020     |
| Reported:         | 03/03/2020                          | Sampling Type:      | Water          |
| Project Name:     | BD JUNCTION F-29 & F-29-1           | Sampling Condition: | Cool & Intact  |
| Project Number:   | NONE GIVEN                          | Sample Received By: | Tamara Oldaker |
| Project Location: | T21S R37E SEC 29 F ~ LEA COUNTY, NM |                     |                |

**Sample ID: MONITOR WELL #2 (H000578-02)**

| BTEX 8260B     |         | mg/L            |            | Analyzed By: CK |       |            |               |      |           |  |
|----------------|---------|-----------------|------------|-----------------|-------|------------|---------------|------|-----------|--|
| Analyte        | Result  | Reporting Limit | Analyzed   | Method Blank    | BS    | % Recovery | True Value QC | RPD  | Qualifier |  |
| Benzene*       | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.019 | 92.8       | 0.0200        | 3.68 |           |  |
| Toluene*       | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.020 | 97.6       | 0.0200        | 6.84 |           |  |
| Ethylbenzene*  | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.021 | 103        | 0.0200        | 6.05 |           |  |
| Total Xylenes* | <0.002  | 0.002           | 02/29/2020 | ND              | 0.065 | 108        | 0.0600        | 5.88 |           |  |
| Total BTEX     | <0.003  | 0.003           | 02/29/2020 | ND              |       |            |               |      |           |  |

Surrogate: Dibromofluoromethane 102 % 89.2-112  
 Surrogate: Toluene-d8 103 % 92-106  
 Surrogate: 4-Bromofluorobenzene 95.3 % 80.4-124

| Chloride, SM4500Cl-B |        | mg/L            |            | Analyzed By: AC |      |            |               |      |           |
|----------------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |
| Chloride*            | 108    | 4.00            | 02/26/2020 | ND              | 96.0 | 96.0       | 100           | 4.08 |           |

| Sulfate 375.4 |        | mg/L            |            | Analyzed By: GM |      |            |               |      |           |  |
|---------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte       | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Sulfate*      | 146    | 50.0            | 02/26/2020 | ND              | 20.5 | 102        | 20.0          | 6.89 |           |  |

| TDS 160.1 |        | mg/L            |            | Analyzed By: GM |     |            |               |      |           |  |
|-----------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte   | Result | Reporting Limit | Analyzed   | Method Blank    | BS  | % Recovery | True Value QC | RPD  | Qualifier |  |
| TDS*      | 538    | 5.00            | 02/28/2020 | ND              | 526 | 105        | 500           | 8.49 |           |  |

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\*=Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager



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**Analytical Results For:**

Rice Operating Company  
 KATIE JONES  
 112 W. Taylor  
 Hobbs NM, 88240  
 Fax To: (575) 397-1471

|                   |                                     |                     |                |
|-------------------|-------------------------------------|---------------------|----------------|
| Received:         | 02/25/2020                          | Sampling Date:      | 02/21/2020     |
| Reported:         | 03/03/2020                          | Sampling Type:      | Water          |
| Project Name:     | BD JUNCTION F-29 & F-29-1           | Sampling Condition: | Cool & Intact  |
| Project Number:   | NONE GIVEN                          | Sample Received By: | Tamara Oldaker |
| Project Location: | T21S R37E SEC 29 F ~ LEA COUNTY, NM |                     |                |

**Sample ID: MONITOR WELL #3 (H000578-03)**

| BTX 8260B      |         | mg/L            |            | Analyzed By: CK |       |            |               |      |           |  |
|----------------|---------|-----------------|------------|-----------------|-------|------------|---------------|------|-----------|--|
| Analyte        | Result  | Reporting Limit | Analyzed   | Method Blank    | BS    | % Recovery | True Value QC | RPD  | Qualifier |  |
| Benzene*       | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.019 | 92.8       | 0.0200        | 3.68 |           |  |
| Toluene*       | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.020 | 97.6       | 0.0200        | 6.84 |           |  |
| Ethylbenzene*  | <0.0005 | 0.0005          | 02/29/2020 | ND              | 0.021 | 103        | 0.0200        | 6.05 |           |  |
| Total Xylenes* | <0.002  | 0.002           | 02/29/2020 | ND              | 0.065 | 108        | 0.0600        | 5.88 |           |  |
| Total BTX      | <0.003  | 0.003           | 02/29/2020 | ND              |       |            |               |      |           |  |

Surrogate: Dibromofluoromethane 103 % 89.2-112  
 Surrogate: Toluene-d8 103 % 92-106  
 Surrogate: 4-Bromofluorobenzene 95.2 % 80.4-124

| Chloride, SM4500Cl-B |        | mg/L            |            | Analyzed By: AC |      |            |               |      |           |
|----------------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |
| Chloride*            | 252    | 4.00            | 02/26/2020 | ND              | 96.0 | 96.0       | 100           | 4.08 |           |

| Sulfate 375.4 |        | mg/L            |            | Analyzed By: GM |      |            |               |      |           |  |
|---------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte       | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Sulfate*      | 242    | 50.0            | 02/26/2020 | ND              | 20.5 | 102        | 20.0          | 6.89 |           |  |

| TDS 160.1 |        | mg/L            |            | Analyzed By: GM |     |            |               |      |           |
|-----------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|
| Analyte   | Result | Reporting Limit | Analyzed   | Method Blank    | BS  | % Recovery | True Value QC | RPD  | Qualifier |
| TDS*      | 1080   | 5.00            | 02/28/2020 | ND              | 526 | 105        | 500           | 8.49 |           |

Cardinal Laboratories

\*=Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager



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### Notes and Definitions

|       |   |
|-------|---|
| QR-02 | The RPD result exceeded the QC control limits; however, both percent recoveries were acceptable. Sample results for the QC batch were accepted based on percent recoveries and completeness of QC data. |
| QM-07 | The spike recovery was outside acceptance limits for the MS and/or MSD. The batch was accepted based on acceptable LCS recovery.  |
| ND    | Analyte NOT DETECTED at or above the reporting limit  |
| RPD   | Relative Percent Difference   |
| **    | Samples not received at proper temperature of 6°C or below.   |
| ***   | Insufficient time to reach temperature.   |
| -     | Chloride by SM4500Cl-B does not require samples be received at or below 6°C<br>Samples reported on an as received basis (wet) unless otherwise noted on report  |

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\*=Accredited Analyte

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A handwritten signature in black ink, appearing to read "Celey D. Keene".

---

Celey D. Keene, Lab Director/Quality Manager

101 East Mariland - Hobbs, NM 88240  
Tel (575) 393-2326  
Fax (575) 393-2476

Cardinal Laboratories, Inc.

Company Name:  
RICE Operating Company

Project Manager:  
Katie Jones

Address:  
122 W Taylor Street - Hobbs, New Mexico 88240

Phone #:  
(575) 393-9174

Project #:  
BD Junction F29 & F-29-1

Project Location:  
T21S R37E Sec29 F~ Lea County New Mexico

BILL TO Company:  
RICE Operating Company

Address:  
122 W Taylor Street ~ Hobbs, New Mexico 88240

Phone#:  
(575) 393-9174

Fax #:  
(575) 397-1471

Sampler Signature:  
Rozanne Johnson (575)631-9310

LAB #  
H000578

LAB USE ONLY

FIELD CODE

(Grab or C) Comp

# CONTAINERS

MATRIX

WATER

SOIL

AIR

SLUDGE

PRESERVATIVE METHOD

HCL (2 40ml VOA)

HNO<sub>3</sub>

NaHSO<sub>4</sub>

H<sub>2</sub>SO<sub>4</sub>

ICE (1-Liter HDPE)

NONE

SAMPLING

DATE (2020)

TIME

1  
2  
3

Monitor Well #1  
Monitor Well #2  
Monitor Well #3

G  
G  
G

3  
3  
3

X  
X  
X

2  
2  
2

1  
1  
1

2/21  
2/21  
2/21

14:00  
10:15  
11:40

Relinquished by:  
Rozanne Johnson

Date:  
2/25/20

Time:  
8:10

Received by:  
Rozanne Johnson

Date:  
2-25-2018

Time:  
10

Relinquished by:

Date:

Time:

Received By: (Laboratory Staff)

Date:

Time:

Delivered By: (Circle One)

Sample Condition

Checked By:

Sampler - UPS - Bus - Other:

Phone Results

Fax Results

REMARKS:

Email Results:



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

---

September 08, 2020

KATIE JONES

Rice Operating Company

112 W. Taylor

Hobbs, NM 88240

RE: BD JUNCTION F-29 & F-29-1

Enclosed are the results of analyses for samples received by the laboratory on 09/01/20 15:30.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-20-13. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (\*). For a complete list of accredited analytes and matrices visit the TCEQ website at [www.tceq.texas.gov/field/qa/lab\\_accred\\_certif.html](http://www.tceq.texas.gov/field/qa/lab_accred_certif.html).

Cardinal Laboratories is accredited through the State of Colorado Department of Public Health and Environment for:

|                  |                              |
|------------------|------------------------------|
| Method EPA 552.2 | Haloacetic Acids (HAA-5)     |
| Method EPA 524.2 | Total Trihalomethanes (TTHM) |
| Method EPA 524.4 | Regulated VOCs (V1, V2, V3)  |

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

A handwritten signature in black ink that reads "Celey D. Keene". The signature is written in a cursive, flowing style.

Celey D. Keene

Lab Director/Quality Manager





PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

**Analytical Results For:**

Rice Operating Company  
 KATIE JONES  
 112 W. Taylor  
 Hobbs NM, 88240  
 Fax To: (575) 397-1471

|                   |                                     |                     |                |
|-------------------|-------------------------------------|---------------------|----------------|
| Received:         | 09/01/2020                          | Sampling Date:      | 08/28/2020     |
| Reported:         | 09/08/2020                          | Sampling Type:      | Water          |
| Project Name:     | BD JUNCTION F-29 & F-29-1           | Sampling Condition: | Cool & Intact  |
| Project Number:   | NONE GIVEN                          | Sample Received By: | Tamara Oldaker |
| Project Location: | T21S R37E SEC 29 F ~ LEA COUNTY, NM |                     |                |

**Sample ID: MONITOR WELL #1 (H002326-01)**

| Chloride, SM4500Cl-B |        | mg/L            |            | Analyzed By: GM |      |            |               |      |           |  |
|----------------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Chloride*            | 440    | 4.00            | 09/02/2020 | ND              | 100  | 100        | 100           | 3.92 |           |  |
| Sulfate 375.4        |        | mg/L            |            | Analyzed By: AC |      |            |               |      |           |  |
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Sulfate*             | 218    | 50.0            | 09/03/2020 | ND              | 22.3 | 112        | 20.0          | 2.48 |           |  |
| TDS 160.1            |        | mg/L            |            | Analyzed By: GM |      |            |               |      |           |  |
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| TDS*                 | 1290   | 5.00            | 09/04/2020 | ND              | 864  | 86.4       | 1000          | 5.66 |           |  |

**Sample ID: MONITOR WELL #2 (H002326-02)**

| Chloride, SM4500Cl-B |        | mg/L            |            | Analyzed By: GM |      |            |               |      |           |  |
|----------------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Chloride*            | 104    | 4.00            | 09/02/2020 | ND              | 100  | 100        | 100           | 3.92 |           |  |
| Sulfate 375.4        |        | mg/L            |            | Analyzed By: AC |      |            |               |      |           |  |
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| Sulfate*             | 109    | 25.0            | 09/03/2020 | ND              | 22.3 | 112        | 20.0          | 2.48 |           |  |
| TDS 160.1            |        | mg/L            |            | Analyzed By: GM |      |            |               |      |           |  |
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD  | Qualifier |  |
| TDS*                 | 617    | 5.00            | 09/04/2020 | ND              | 864  | 86.4       | 1000          | 5.66 |           |  |

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\*=Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager



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**Analytical Results For:**

Rice Operating Company  
 KATIE JONES  
 112 W. Taylor  
 Hobbs NM, 88240  
 Fax To: (575) 397-1471

|                   |                                     |                     |                |
|-------------------|-------------------------------------|---------------------|----------------|
| Received:         | 09/01/2020                          | Sampling Date:      | 08/28/2020     |
| Reported:         | 09/08/2020                          | Sampling Type:      | Water          |
| Project Name:     | BD JUNCTION F-29 & F-29-1           | Sampling Condition: | Cool & Intact  |
| Project Number:   | NONE GIVEN                          | Sample Received By: | Tamara Oldaker |
| Project Location: | T21S R37E SEC 29 F ~ LEA COUNTY, NM |                     |                |

**Sample ID: MONITOR WELL #3 (H002326-03)**

| Chloride, SM4500Cl-B |        | mg/L            |            | Analyzed By: GM |      |            |               |       |           |  |
|----------------------|--------|-----------------|------------|-----------------|------|------------|---------------|-------|-----------|--|
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD   | Qualifier |  |
| Chloride*            | 240    | 4.00            | 09/02/2020 | ND              | 100  | 100        | 100           | 3.92  |           |  |
| Sulfate 375.4        |        | mg/L            |            | Analyzed By: AC |      |            |               |       |           |  |
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD   | Qualifier |  |
| Sulfate*             | 219    | 50.0            | 09/03/2020 | ND              | 22.3 | 112        | 20.0          | 2.48  |           |  |
| TDS 160.1            |        | mg/L            |            | Analyzed By: GM |      |            |               |       |           |  |
| Analyte              | Result | Reporting Limit | Analyzed   | Method Blank    | BS   | % Recovery | True Value QC | RPD   | Qualifier |  |
| TDS*                 | 1080   | 5.00            | 09/04/2020 | ND              | 832  | 83.2       | 1000          | 0.464 |           |  |

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Celey D. Keene, Lab Director/Quality Manager



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---

### Notes and Definitions

|     |  |
|-----|--|
| ND  | Analyte NOT DETECTED at or above the reporting limit   |
| RPD | Relative Percent Difference  |
| **  | Samples not received at proper temperature of 6°C or below.  |
| *** | Insufficient time to reach temperature.  |
| -   | Chloride by SM4500Cl-B does not require samples be received at or below 6°C<br>Samples reported on an as received basis (wet) unless otherwise noted on report |

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A handwritten signature in black ink, appearing to read "Celey D. Keene".

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Celey D. Keene, Lab Director/Quality Manager





**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

Action 19678

**CONDITIONS**

|  |  |
|--|--|
| Operator:<br>RICE OPERATING COMPANY<br>122 W Taylor<br>Hobbs, NM 88240 | OGRID:<br>19174  |
|  | Action Number:<br>19678  |
|  | Action Type:<br>[UF-GWA] Ground Water Abatement (GROUND WATER ABATEMENT) |

**CONDITIONS**

| Created By | Condition   | Condition Date |
|------------|---|----------------|
| nvelez     | Review of 2020 Annual Groundwater Report: Content satisfactory 1. Continue sampling on a semi-annual schedule at a minimum 2. OCD pre-approves the elimination of chloride, TDS, & sulfate from any further lab analysis in MW #2 3. OCD pre-approves the elimination of sulfate from any further lab analysis in MW #1 & MW #3 4. Submit summarized activities completed and their results in a 2021 Annual Report. Submittal to OCD expected no later than March 31,2022. | 2/4/2022       |