

MARTIN YATES, III
1912-1985
FRANK W. YATES
1936-1986
S.P. YATES
1914-2008



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118
TELEPHONE (575) 748-1471

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October 26, 2011

Mr. Mike Bratcher
NMOCD District II
811 South First Street
Artesia, NM 88210

Re: Marathon Box Water Line
2RP-843
30-015-26916
Section 13, T21S-R23E
Eddy County, New Mexico

Dear Mr. Bratcher,

Enclosed please find a Form C-141, Final Report for the above captioned site regarding the release on July 19 2011 (8 bbls of produced water with 2 bbls of produced water being recovered). The release was from the failure of O-rings on a valve on the water line. Vertical and horizontal samples were taken on 8/3/2011 and sent to an NMOCD approved laboratory for analysis. Results indicated BTEX & TPH above RRAL's for the 18" sample, a work plan was submitted and impacted soils were excavated to a depth of four (4) feet with all impacted soils taken to an approved NMOCD facility. Samples were collected on 10/10/2011 and sent to an NMOCD approved laboratory, analytical results show TPH & BTEX below RRAL's for the site ranking of zero (0), (enclosed sample diagram and results). These analytical results have been accepted by the NMOCD for closure (10/25/2011). Yates Petroleum Corporation requests closure. The excavation area will be backfilled with clean soils to grade and contour of surrounding topography.

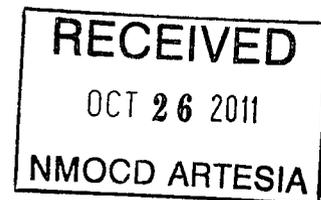
If you have any questions, please call me at 575-748-4217.

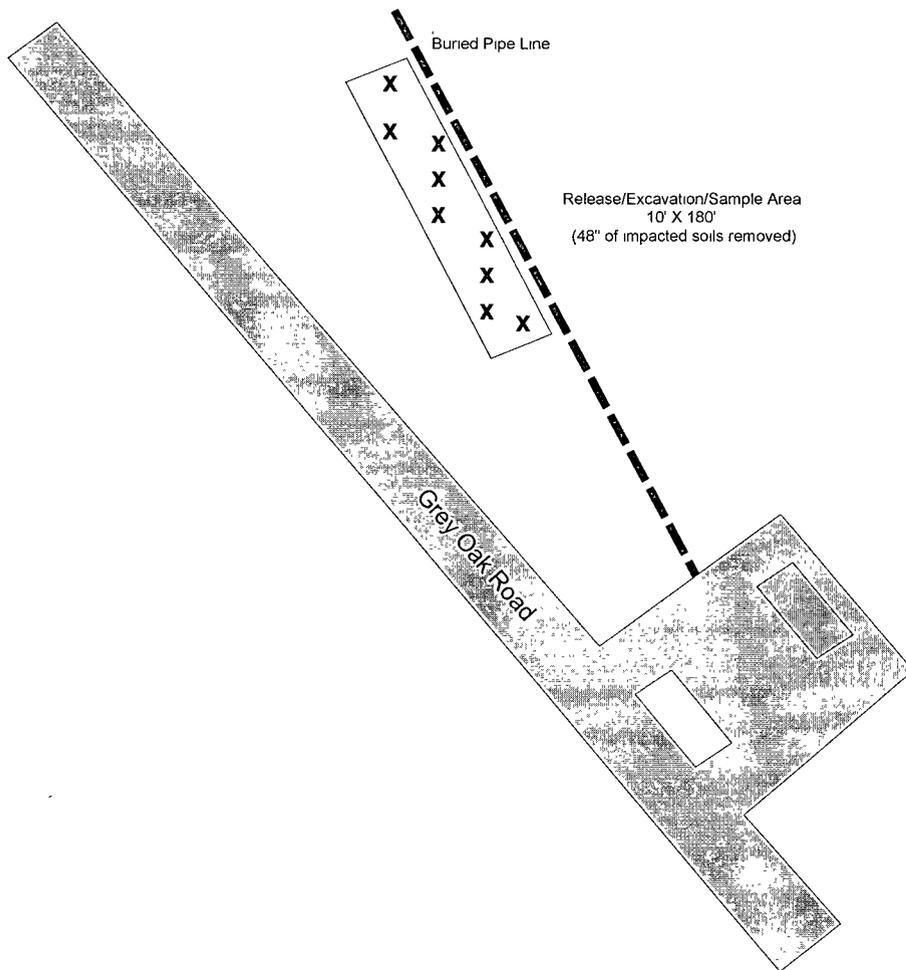
Thank you.

YATES PETROLEUM CORPORATION

Robert Asher
Senior Environmental Regulatory Agent

/rca
Enclosure(s)





Analytical Report- 425149 & 425150	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	TOTAL	Chlorides
Comp-00 5	Release Area	8/3/2011	Comp/Auger	6" (18" BSL)	11.6	503.0	2800.0	3303.0	893
Comp-01.0	Release Area	8/3/2011	Comp/Auger	12" (18" BSL)	14.9	647.0	2070.0	2717.0	637
Comp-01 5	Release Area	8/3/2011	Comp/Auger	18" (24" BSL)	152.0	2810.0	7110.0	9920.0	668

A total of four (4) feet of impacted soils were excavated and taken to an NMOCD approved facility. (9/27/2011)

Analytical Report- 429596	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	TOTAL	Chlorides
Comp-00 5	Release Area	10/10/2011	Comp/Auger	6" (4' 5" BSL)	3.0	116.0	937.0	1053.0	

Site Ranking is Zero (0). Depth to Ground Water >100' (approx. 180', Section 23, T21S-R23E per NMOSE).

All results are ppm. X - Sample Points BLS - Below Surface Level

Released: 8 B/PW; Recovered: 2 B/PW. Release Date: 7/19/2011



Marathon Box Water Line

30-015-26916

Section 13, T21S-R23E

Eddy County, NM

SAMPLE DIAGRAM (Not to Scale)
Xenco Laboratories# 425149 & 425150
Report Date: 8/15/2011
Xenco Laboratories# 429596
Report Date: 10/24/2011
Prepared by Robert Asher
Environmental Regulatory Agent

Analytical Report 429596

for Yates Petroleum Corporation

Project Manager: Robert Asher

Marathon Box Water Line

30-015-26916

24-OCT-11

Collected By: Client



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Xenco-Houston (EPA Lab code: TX00122):

Texas (T104704215-10-6-TX), Arizona (AZ0765), Arkansas (08-039-0), Connecticut (PH-0102), Florida (E871002)
Illinois (002082), Indiana (C-TX-02), Iowa (392), Kansas (E-10380), Kentucky (45), Louisiana (03054)
New Hampshire (297408), New Jersey (TX007), New York (11763), Oklahoma (9218), Pennsylvania (68-03610)
Rhode Island (LAO00312), USDA (S-44102)

Xenco-Atlanta (EPA Lab Code: GA00046):

Florida (E87429), North Carolina (483), South Carolina (98015), Utah (AAL11), West Virginia (362), Kentucky (85)
Louisiana (04176), USDA (P330-07-00105)

Xenco-Miami (EPA Lab code: FL01152): Florida (E86678), Maryland (330)

Xenco-Tampa Mobile (EPA Lab code: FL01212): Florida (E84900)

Xenco-Odessa (EPA Lab code: TX00158): Texas (T104704400-TX)

Xenco-Dallas (EPA Lab code: TX01468): Texas (T104704295-TX)

Xenco Phoenix (EPA Lab Code: AZ00901): Arizona (AZ0757)

Xenco-Phoenix Mobile (EPA Lab code: AZ00901): Arizona (AZM757)

Xenco Tucson (EPA Lab code: AZ000989): Arizona (AZ0758)



24-OCT-11

Project Manager: **Robert Asher**
Yates Petroleum Corporation
105 South Fourth St.
Artesia, NM 88210

Reference: XENCO Report No: **429596**
Marathon Box Water Line
Project Address: Eddy County

Robert Asher:

We are reporting to you the results of the analyses performed on the samples received under the project name referenced above and identified with the XENCO Report Number 429596. All results being reported under this Report Number apply to the samples analyzed and properly identified with a Laboratory ID number. Subcontracted analyses are identified in this report with either the NELAC certification number of the subcontract lab in the analyst ID field, or the complete subcontracted report attached to this report.

Unless otherwise noted in a Case Narrative, all data reported in this Analytical Report are in compliance with NELAC standards. Estimation of data uncertainty for this report is found in the quality control section of this report unless otherwise noted. Should insufficient sample be provided to the laboratory to meet the method and NELAC Matrix Duplicate and Matrix Spike requirements, then the data will be analyzed, evaluated and reported using all other available quality control measures.

The validity and integrity of this report will remain intact as long as it is accompanied by this letter and reproduced in full, unless written approval is granted by XENCO Laboratories. This report will be filed for at least 5 years in our archives after which time it will be destroyed without further notice, unless otherwise arranged with you. The samples received, and described as recorded in Report No. 429596 will be filed for 60 days, and after that time they will be properly disposed without further notice, unless otherwise arranged with you. We reserve the right to return to you any unused samples, extracts or solutions related to them if we consider so necessary (e.g., samples identified as hazardous waste, sample sizes exceeding analytical standard practices, controlled substances under regulated protocols, etc).

We thank you for selecting XENCO Laboratories to serve your analytical needs. If you have any questions concerning this report, please feel free to contact us at any time.

Respectfully,

Brent Barron II

Odessa Laboratory Manager

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Sample Cross Reference 429596



Yates Petroleum Corporation, Artesia, NM
Marathon Box Water Line

Sample Id	Matrix	Date Collected	Sample Depth	Lab Sample Id
Comp-00.5	S	10-10-11 10:44	6 - 6 In	429596-001



CASE NARRATIVE

Client Name: Yates Petroleum Corporation

Project Name: Marathon Box Water Line



Project ID: 30-015-26916
Work Order Number: 429596

Report Date: 24-OCT-11
Date Received: 10/14/2011

Sample receipt non conformances and comments:

None

Sample receipt non conformances and comments per sample:

None

Analytical non nonformances and comments:

Batch: LBA-872889 Percent Moisture

RPD recovered outside QC limits between the sample and sample duplicate.

Batch: LBA-872976 BTEX by EPA 8021B
SW8021BM

Batch 872976, Ethylbenzene, m_p-Xylenes, o-Xylene recovered below QC limits in the Matrix Spike and Matrix Spike Duplicate.

Samples affected are: 429596-001.

The Laboratory Control Sample for Ethylbenzene, m_p-Xylenes , o-Xylene is within laboratory Control Limits

SW8021BM

Batch 872976, 1,4-Difluorobenzene recovered below QC limits . Matrix interferences is suspected; data confirmed by re-analysis

Samples affected are: 429596-001.



Certificate of Analysis Summary 429596

Yates Petroleum Corporation, Artesia, NM



Project Id: 30-015-26916

Contact: Robert Asher

Project Location: Eddy County

Project Name: Marathon Box Water Line

Date Received in Lab: Fri Oct-14-11 01:52 pm

Report Date: 24-OCT-11

Project Manager: Brent Barron II

Analysis Requested	<i>Lab Id:</i>	429596-001				
	<i>Field Id:</i>	Comp-00.5				
	<i>Depth:</i>	6-6 In				
	<i>Matrix:</i>	SOLID				
	<i>Sampled:</i>	Oct-10-11 10:44				
BTEX by EPA 8021B	<i>Extracted:</i>	Oct-21-11 13:30				
	<i>Analyzed:</i>	Oct-21-11 19:36				
	<i>Units/RL:</i>	mg/kg RL				
Benzene		ND	0.0210			
Toluene		0.761	0.0419			
Ethylbenzene		0.523	0.0210			
m_p-Xylenes		0.839	0.0419			
o-Xylene		0.901	0.0210			
Total Xylenes		1.74	0.0210			
Total BTEX		3.02	0.0210			
Percent Moisture	<i>Extracted:</i>					
	<i>Analyzed:</i>	Oct-17-11 14:40				
	<i>Units/RL:</i>	% RL				
Percent Moisture		4.74	1.00			
TPH By SW8015B Mod	<i>Extracted:</i>	Oct-19-11 13:45				
	<i>Analyzed:</i>	Oct-20-11 08:32				
	<i>Units/RL:</i>	mg/kg RL				
C6-C10 Gasoline Range Hydrocarbons		116	15.7			
C10-C28 Diesel Range Hydrocarbons		937	15.7			
Total TPH		1050	15.7			

This analytical report, and the entire data package it represents, has been made for your exclusive and confidential use. The interpretations and results expressed throughout this analytical report represent the best judgment of XENCO Laboratories. XENCO Laboratories assumes no responsibility and makes no warranty to the end use of the data hereby presented. Our liability is limited to the amount invoiced for this work order unless otherwise agreed to in writing.

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Brent Barron II
Odessa Laboratory Manager



Flagging Criteria

- X In our quality control review of the data a QC deficiency was observed and flagged as noted. MS/MSD recoveries were found to be outside of the laboratory control limits due to possible matrix /chemical interference, or a concentration of target analyte high enough to affect the recovery of the spike concentration. This condition could also affect the relative percent difference in the MS/MSD.
- B A target analyte or common laboratory contaminant was identified in the method blank. Its presence indicates possible field or laboratory contamination.
- D The sample(s) were diluted due to targets detected over the highest point of the calibration curve, or due to matrix interference. Dilution factors are included in the final results. The result is from a diluted sample.
- E The data exceeds the upper calibration limit; therefore, the concentration is reported as estimated.
- F RPD exceeded lab control limits.
- J The target analyte was positively identified below the quantitation limit and above the detection limit.
- U Analyte was not detected.
- L The LCS data for this analytical batch was reported below the laboratory control limits for this analyte. The department supervisor and QA Director reviewed data. The samples were either reanalyzed or flagged as estimated concentrations.
- H The LCS data for this analytical batch was reported above the laboratory control limits. Supporting QC Data were reviewed by the Department Supervisor and QA Director. Data were determined to be valid for reporting.
- K Sample analyzed outside of recommended hold time.
- JN A combination of the "N" and the "J" qualifer. The analysis indicates that the analyte is "tentatively identified" and the associated numerical value may not be consistent with the amount actually present in the environmental sample.

BRL Below Reporting Limit.

RL Reporting Limit

MDL Method Detection Limit **SDL** Sample Detection Limit **LOD** Limit of Detection

PQL Practical Quantitation Limit **SQL** Sample Quantitation Limit **LOQ** Limit of Quantitation

DL Method Detection Limit

NC Non-Calculable

+ Outside XENCO's scope of NELAC Accreditation.

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Document Title: Sample Receipt Checklist
 Document No.: SYS-SRC
 Revision/Date: No. 01, 5/27/2010
 Effective Date: 6/1/2010 Page 1 of 1

Prelogin / Nonconformance Report - Sample Log-In

Client: Vates
 Date/Time: 10/14/11 13:52
 Lab ID #: 429596
 Initials: AH

Sample Receipt Checklist

1. Samples on ice?	Blue	<u>Water</u>	No	
2. Shipping container in good condition?	<u>Yes</u>	No	None	
3. Custody seals intact on shipping container (cooler) and bottles?	<u>Yes</u>	No	N/A	
4. Chain of Custody present?	<u>Yes</u>	No		
5. Sample instructions complete on chain of custody?	<u>Yes</u>	No		
6. Any missing / extra samples?	Yes	<u>No</u>		
7. Chain of custody signed when relinquished / received?	<u>Yes</u>	No		
8. Chain of custody agrees with sample label(s)?	<u>Yes</u>	No		
9. Container labels legible and intact?	<u>Yes</u>	No		
10. Sample matrix / properties agree with chain of custody?	<u>Yes</u>	No		
11. Samples in proper container / bottle?	<u>Yes</u>	No		
12. Samples properly preserved?	<u>Yes</u>	No	N/A	
13. Sample container intact?	<u>Yes</u>	No		
14. Sufficient sample amount for indicated test(s)?	<u>Yes</u>	No		
15. All samples received within sufficient hold time?	<u>Yes</u>	No		
16. Subcontract of sample(s)?	Yes	No	<u>N/A</u>	
17. VOC sample have zero head space?	<u>Yes</u>	No	N/A	
18. Cooler 1 No.	Cooler 2 No.	Cooler 3 No.	Cooler 4 No.	Cooler 5 No.
lbs <u>3</u> °C	lbs °C	lbs °C	lbs °C	lbs °C

Nonconformance Documentation

Contact: _____ Contacted by: _____ Date/Time: _____

Regarding: _____

Corrective Action Taken: _____

- Check all that apply:
- Cooling process has begun shortly after sampling event and out of temperature condition acceptable by NELAC 5.5.8.3.1.a.1.
 - Initial and Backup Temperature confirm out of temperature conditions
 - Client understands and would like to proceed with analysis

Analytical Report 425149

for

Yates Petroleum Corporation

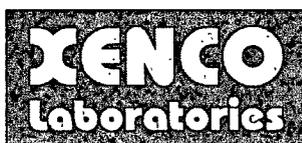
Project Manager: Robert Asher

Marathon Box Water Line

30-015-26916

15-AUG-11

Collected By: Client



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Illinois (002082), Indiana (C-TX-02), Iowa (392), Kansas (E-10380), Kentucky (45), Louisiana (03054)
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Rhode Island (LAO00312), USDA (S-44102)

Xenco-Atlanta (EPA Lab Code: GA00046):

Florida (E87429), North Carolina (483), South Carolina (98015), Utah (AALI1), West Virginia (362), Kentucky (85)
Louisiana (04176), USDA (P330-07-00105)

Xenco-Miami (EPA Lab code: FL01152): Florida (E86678), Maryland (330)

Xenco-Tampa Mobile (EPA Lab code: FL01212): Florida (E84900)

Xenco-Odessa (EPA Lab code: TX00158): Texas (T104704400-TX)

Xenco-Dallas (EPA Lab code: TX01468): Texas (T104704295-TX)

Xenco Phoenix (EPA Lab Code: AZ00901): Arizona (AZ0757)

Xenco-Phoenix Mobile (EPA Lab code: AZ00901): Arizona (AZM757)

Xenco Tucson (EPA Lab code: AZ000989): Arizona (AZ0758)



15-AUG-11

Project Manager: **Robert Asher**
Yates Petroleum Corporation
105 South Fourth St.
Artesia, NM 88210

Reference: XENCO Report No: **425149**
Marathon Box Water Line
Project Address: Eddy County

Robert Asher:

We are reporting to you the results of the analyses performed on the samples received under the project name referenced above and identified with the XENCO Report Number 425149. All results being reported under this Report Number apply to the samples analyzed and properly identified with a Laboratory ID number. Subcontracted analyses are identified in this report with either the NELAC certification number of the subcontract lab in the analyst ID field, or the complete subcontracted report attached to this report.

Unless otherwise noted in a Case Narrative, all data reported in this Analytical Report are in compliance with NELAC standards. Estimation of data uncertainty for this report is found in the quality control section of this report unless otherwise noted. Should insufficient sample be provided to the laboratory to meet the method and NELAC Matrix Duplicate and Matrix Spike requirements, then the data will be analyzed, evaluated and reported using all other available quality control measures.

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We thank you for selecting XENCO Laboratories to serve your analytical needs. If you have any questions concerning this report, please feel free to contact us at any time.

Respectfully,

Brent Barron II

Odessa Laboratory Manager

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Sample Cross Reference 425149



Yates Petroleum Corporation, Artesia, NM
Marathon Box Water Line

Sample Id	Matrix	Date Collected	Sample Depth	Lab Sample Id
Comp-00.5	S	08-03-11 10:24	6 - 6 In	425149-001
Comp-01.0	S	08-03-11 10:41	12 - 12 In	425149-002
Comp-01.5	S	08-03-11 10:57	18 - 18 In	425149-003



CASE NARRATIVE

Client Name: Yates Petroleum Corporation
Project Name: Marathon Box Water Line



Project ID: 30-015-26916
Work Order Number: 425149

Report Date: 15-AUG-11
Date Received: 08/05/2011

Sample receipt non conformances and comments:

None

Sample receipt non conformances and comments per sample:

None

Analytical non nonformances and comments:

Batch: LBA-867107 BTEX by EPA 8021B
SW8021BM

Batch 867107, o-Xylene recovered below QC limits in the Matrix Spike and Matrix Spike Duplicate. Benzene, Ethylbenzene, Toluene, m_p-Xylenes recovered below QC limits in the Matrix Spike Duplicate.

Samples affected are: 425149-003, -001, -002.

The Laboratory Control Sample for Toluene, Benzene, o-Xylene, Ethylbenzene, m_p-Xylenes is within laboratory Control Limits

SW8021BM

Batch 867107, 4-Bromofluorobenzene recovered above QC limits . Matrix interferences is suspected; data confirmed by re-analysis

Samples affected are: 425149-003,425149-002.



Certificate of Analysis Summary 425149

Yates Petroleum Corporation, Artesia, NM

Project Name: Marathon Box Water Line



Project Id: 30-015-26916

Contact: Robert Asher

Project Location: Eddy County

Date Received in Lab: Fri Aug-05-11 09:20 am

Report Date: 15-AUG-11

Project Manager: Brent Barron II

<i>Analysis Requested</i>	<i>Lab Id:</i>	425149-001	425149-002	425149-003			
	<i>Field Id:</i>	Comp-00.5	Comp-01.0	Comp-01.5			
	<i>Depth:</i>	6-6 In	12-12 In	18-18 In			
	<i>Matrix:</i>	SOIL	SOIL	SOIL			
	<i>Sampled:</i>	Aug-03-11 10:24	Aug-03-11 10:41	Aug-03-11 10:57			
BTEX by EPA 8021B	<i>Extracted:</i>	Aug-11-11 10:40	Aug-11-11 10:40	Aug-11-11 10:40			
	<i>Analyzed:</i>	Aug-11-11 16:09	Aug-11-11 17:15	Aug-12-11 10:38			
	<i>Units/RL:</i>	mg/kg RL	mg/kg RL	mg/kg RL			
Benzene		ND 0.279	0.238 0.112	1.60 1.12			
Toluene		2.30 0.558	2.46 0.224	34.2 2.25			
Ethylbenzene		0.675 0.279	0.811 0.112	6.72 1.12			
m_p-Xylenes		6.44 0.558	6.74 0.224	87.6 2.25			
o-Xylene		2.15 0.279	4.69 0.112	22.3 1.12			
Total Xylenes		8.59 0.279	11.4 0.112	110 1.12			
Total BTEX		11.6 0.279	14.9 0.112	152 1.12			
Percent Moisture	<i>Extracted:</i>						
	<i>Analyzed:</i>	Aug-05-11 13:00	Aug-05-11 13:00	Aug-05-11 13:00			
	<i>Units/RL:</i>	% RL	% RL	% RL			
Percent Moisture		11.1 1.00	11.0 1.00	11.2 1.00			
TPH By SW8015B Mod	<i>Extracted:</i>	Aug-05-11 11:30	Aug-05-11 11:30	Aug-05-11 11:30			
	<i>Analyzed:</i>	Aug-05-11 16:17	Aug-05-11 16:46	Aug-05-11 17:14			
	<i>Units/RL:</i>	mg/kg RL	mg/kg RL	mg/kg RL			
C6-C10 Gasoline Range Hydrocarbons		503 83.9	647 169	2810 338			
C10-C28 Diesel Range Hydrocarbons		2800 83.9	2070 169	7110 338			
Total TPH		3300 83.9	2720 169	9920 338			

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Brent Barron II
Odessa Laboratory Manager



Flagging Criteria

- X** In our quality control review of the data a QC deficiency was observed and flagged as noted. MS/MSD recoveries were found to be outside of the laboratory control limits due to possible matrix /chemical interference, or a concentration of target analyte high enough to affect the recovery of the spike concentration. This condition could also affect the relative percent difference in the MS/MSD.
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BRL Below Reporting Limit.

RL Reporting Limit

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PQL Practical Quantitation Limit **SQL** Method Quantitation Limit **LOQ** Limit of Quantitation

DL Method Detection Limit

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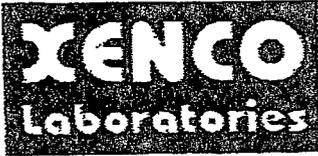
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5332 Blackberry Drive, San Antonio TX 78238	(210) 509-3334	(210) 509-3335
2505 North Falkenburg Rd, Tampa, FL 33619	(813) 620-2000	(813) 620-2033
5757 NW 158th St, Miami Lakes, FL 33014	(305) 823-8500	(305) 823-8555
12600 West I-20 East, Odessa, TX 79765	(432) 563-1800	(432) 563-1713
6017 Financial Drive, Norcross, GA 30071	(770) 449-8800	(770) 449-5477
3725 E. Atlanta Ave, Phoenix, AZ 85040	(602) 437-0330	



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Document Title: Sample Receipt Checklist
 Document No.: SYS-SRC
 Revision/Date: No. 01, 5/27/2010
 Effective Date: 6/1/2010 Page 1 of 1

Prelogin / Nonconformance Report - Sample Log-In

Client: Nates
 Date/Time: 8-5-11 9:20
 Lab ID #: 425149/425150-01
 Initials: XM

Sample Receipt Checklist

1. Samples on ice?	Blue	<u>Water</u>	No	
2. Shipping container in good condition?	<u>Yes</u>	No	None	
3. Custody seals intact on shipping container (cooler) and bottles?	<u>Yes</u>	No	<u>N/A</u>	
4. Chain of Custody present?	<u>Yes</u>	No		
5. Sample instructions complete on chain of custody?	<u>Yes</u>	No		
6. Any missing / extra samples?	Yes	<u>No</u>		
7. Chain of custody signed when relinquished / received?	<u>Yes</u>	No		
8. Chain of custody agrees with sample label(s)?	<u>Yes</u>	No		
9. Container labels legible and intact?	<u>Yes</u>	No		
10. Sample matrix / properties agree with chain of custody?	<u>Yes</u>	No		
11. Samples in proper container / bottle?	<u>Yes</u>	No		
12. Samples property preserved?	<u>Yes</u>	No	N/A	
13. Sample container intact?	<u>Yes</u>	No		
14. Sufficient sample amount for indicated test(s)?	<u>Yes</u>	No		
15. All samples received within sufficient hold time?	<u>Yes</u>	No		
16. Subcontract of sample(s)?	<u>Yes</u>	No	N/A	
17. VOC sample have zero head space?	Yes	No	<u>N/A</u>	
18. Cooler 1 No.	Cooler 2 No.	Cooler 3 No.	Cooler 4 No.	Cooler 5 No.
lbs <u>6</u> °C	lbs °C	lbs °C	lbs °C	lbs °C

Nonconformance Documentation

Contact: _____ Contacted by: _____ Date/Time: _____

Regarding: _____

Corrective Action Taken: _____

- Check all that apply:
- Cooling process has begun shortly after sampling event and out of temperature condition acceptable by NELAC 5.5.8.3.1.a.1.
 - Initial and Backup Temperature confirm out of temperature conditions
 - Client understands and would like to proceed with analysis

Analytical Report 425150

for
Yates Petroleum Corporation

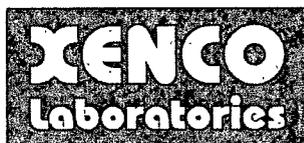
Project Manager: Robert Asher

Marathon Box Water Line

30-015-26916

15-AUG-11

Collected By: Client



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Xenco-Houston (EPA Lab code: TX00122):

Texas (T104704215-10-6-TX), Arizona (AZ0765), Arkansas (08-039-0), Connecticut (PH-0102), Florida (E871002)
Illinois (002082), Indiana (C-TX-02), Iowa (392), Kansas (E-10380), Kentucky (45), Louisiana (03054)
New Hampshire (297408), New Jersey (TX007), New York (11763), Oklahoma (9218), Pennsylvania (68-03610)
Rhode Island (LAO00312), USDA (S-44102)

Xenco-Atlanta (EPA Lab Code: GA00046):

Florida (E87429), North Carolina (483), South Carolina (98015), Utah (AAL11), West Virginia (362), Kentucky (85)
Louisiana (04176), USDA (P330-07-00105)

Xenco-Miami (EPA Lab code: FL01152): Florida (E86678), Maryland (330)

Xenco-Tampa Mobile (EPA Lab code: FL01212): Florida (E84900)

Xenco-Odessa (EPA Lab code: TX00158): Texas (T104704400-TX)

Xenco-Dallas (EPA Lab code: TX01468): Texas (T104704295-TX)

Xenco Phoenix (EPA Lab Code: AZ00901): Arizona (AZ0757)

Xenco-Phoenix Mobile (EPA Lab code: AZ00901): Arizona (AZM757)

Xenco Tucson (EPA Lab code: AZ000989): Arizona (AZ0758)



15-AUG-11

Project Manager: **Robert Asher**
Yates Petroleum Corporation
105 South Fourth St.
Artesia, NM 88210

Reference: XENCO Report No: **425150**
Marathon Box Water Line
Project Address: Eddy County

Robert Asher:

We are reporting to you the results of the analyses performed on the samples received under the project name referenced above and identified with the XENCO Report Number 425150. All results being reported under this Report Number apply to the samples analyzed and properly identified with a Laboratory ID number. Subcontracted analyses are identified in this report with either the NELAC certification number of the subcontract lab in the analyst ID field, or the complete subcontracted report attached to this report.

Unless otherwise noted in a Case Narrative, all data reported in this Analytical Report are in compliance with NELAC standards. Estimation of data uncertainty for this report is found in the quality control section of this report unless otherwise noted. Should insufficient sample be provided to the laboratory to meet the method and NELAC Matrix Duplicate and Matrix Spike requirements, then the data will be analyzed, evaluated and reported using all other available quality control measures.

The validity and integrity of this report will remain intact as long as it is accompanied by this letter and reproduced in full, unless written approval is granted by XENCO Laboratories. This report will be filed for at least 5 years in our archives after which time it will be destroyed without further notice, unless otherwise arranged with you. The samples received, and described as recorded in Report No. 425150 will be filed for 60 days, and after that time they will be properly disposed without further notice, unless otherwise arranged with you. We reserve the right to return to you any unused samples, extracts or solutions related to them if we consider so necessary (e.g., samples identified as hazardous waste, sample sizes exceeding analytical standard practices, controlled substances under regulated protocols, etc).

We thank you for selecting XENCO Laboratories to serve your analytical needs. If you have any questions concerning this report, please feel free to contact us at any time.

Respectfully,

Brent Barron II

Odessa Laboratory Manager

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Sample Cross Reference 425150



Yates Petroleum Corporation, Artesia, NM

Marathon Box Water Line

Sample Id	Matrix	Date Collected	Sample Depth	Lab Sample Id
Comp-00.5	S	08-03-11 10:24	6 - 6 In	425150-001
Comp-01.0	S	08-03-11 10:41	12 - 12 In	425150-002
Comp-01.5	S	08-03-11 10:57	18 - 18 In	425150-003



CASE NARRATIVE

Client Name: Yates Petroleum Corporation

Project Name: Marathon Box Water Line



Project ID: 30-015-26916

Work Order Number: 425150

Report Date: 15-AUG-11

Date Received: 08/05/2011

Sample receipt non conformances and comments:

None

Sample receipt non conformances and comments per sample:

None

Analytical non conformances and comments:

Batch: LBA-866920 Inorganic Anions by EPA 300/300.1

E300

Batch 866920, Chloride recovered below QC limits in the Matrix Spike and Matrix Spike Duplicate.

Samples affected are: 425150-003, -001, -002.

The Laboratory Control Sample for Chloride is within laboratory Control Limits



Certificate of Analysis Summary 425150

Yates Petroleum Corporation, Artesia, NM

Project Name: Marathon Box Water Line



Project Id: 30-015-26916

Contact: Robert Asher

Project Location: Eddy County

Date Received in Lab: Fri Aug-05-11 09:20 am

Report Date: 15-AUG-11

Project Manager: Brent Barron II

<i>Analysis Requested</i>	<i>Lab Id:</i>	425150-001	425150-002	425150-003			
	<i>Field Id:</i>	Comp-00.5	Comp-01.0	Comp-01.5			
	<i>Depth:</i>	6-6 in	12-12 in	18-18 in			
	<i>Matrix:</i>	SOIL	SOIL	SOIL			
	<i>Sampled:</i>	Aug-03-11 10:24	Aug-03-11 10:41	Aug-03-11 10:57			
Inorganic Anions by EPA 300/300.1 SUB: T104704215-TX	<i>Extracted:</i>	Aug-10-11 11.06	Aug-10-11 11.06	Aug-10-11 11.06			
	<i>Analyzed:</i>	Aug-10-11 16.37	Aug-10-11 16.55	Aug-10-11 17.49			
	<i>Units/RL:</i>	mg/kg RL	mg/kg RL	mg/kg RL			
Chloride		893 5.62	637 5.62	668 5.63			
Percent Moisture	<i>Extracted:</i>						
	<i>Analyzed:</i>	Aug-05-11 13.00	Aug-05-11 13.00	Aug-05-11 13.00			
	<i>Units/RL:</i>	% RL	% RL	% RL			
Percent Moisture		11.1 1.00	11.0 1.00	11.2 1.00			

This analytical report, and the entire data package it represents, has been made for your exclusive and confidential use. The interpretations and results expressed throughout this analytical report represent the best judgment of XENCO Laboratories. XENCO Laboratories assumes no responsibility and makes no warranty to the end use of the data hereby presented. Our liability is limited to the amount invoiced for this work order unless otherwise agreed to in writing.

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Brent Barron II
Odessa Laboratory Manager



Flagging Criteria

- X** In our quality control review of the data a QC deficiency was observed and flagged as noted. MS/MSD recoveries were found to be outside of the laboratory control limits due to possible matrix /chemical interference, or a concentration of target analyte high enough to affect the recovery of the spike concentration. This condition could also affect the relative percent difference in the MS/MSD.
- B** A target analyte or common laboratory contaminant was identified in the method blank. Its presence indicates possible field or laboratory contamination.
- D** The sample(s) were diluted due to targets detected over the highest point of the calibration curve, or due to matrix interference. Dilution factors are included in the final results. The result is from a diluted sample.
- E** The data exceeds the upper calibration limit; therefore, the concentration is reported as estimated.
- F** RPD exceeded lab control limits.
- J** The target analyte was positively identified below the quantitation limit and above the detection limit.
- U** Analyte was not detected.
- L** The LCS data for this analytical batch was reported below the laboratory control limits for this analyte. The department supervisor and QA Director reviewed data. The samples were either reanalyzed or flagged as estimated concentrations.
- H** The LCS data for this analytical batch was reported above the laboratory control limits. Supporting QC Data were reviewed by the Department Supervisor and QA Director. Data were determined to be valid for reporting.
- K** Sample analyzed outside of recommended hold time.
- JN** A combination of the "N" and the "J" qualifier. The analysis indicates that the analyte is "tentatively identified" and the associated numerical value may not be consistent with the amount actually present in the environmental sample.

BRL Below Reporting Limit.

RL Reporting Limit

MDL Method Detection Limit **SDL** Sample Detection Limit **LOD** Limit of Detection

PQL Practical Quantitation Limit **MQL** Method Quantitation Limit **LOQ** Limit of Quantitation

DL Method Detection Limit

NC Non-Calculable

+ Outside XENCO's scope of NELAC Accreditation.

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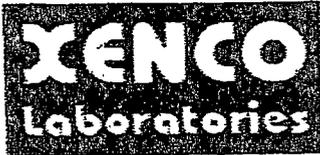
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Document Title: Sample Receipt Checklist
 Document No.: SYS-SRC
 Revision/Date: No. 01, 5/27/2010
 Effective Date: 6/1/2010 Page 1 of 1

Prelogin / Nonconformance Report - Sample Log-In

Client: Yates
 Date/Time: 8-5-11 9:20
 Lab ID #: 425149 / 425150-01
 Initials: XL

Sample Receipt Checklist

1. Samples on ice?	Blue	<input checked="" type="radio"/> Water	No	
2. Shipping container in good condition?	<input checked="" type="radio"/> Yes	No	None	
3. Custody seals intact on shipping container (cooler) and bottles?	<input checked="" type="radio"/> Yes	No	<input checked="" type="radio"/> N/A	<u>XL</u>
4. Chain of Custody present?	<input checked="" type="radio"/> Yes	No		
5. Sample instructions complete on chain of custody?	<input checked="" type="radio"/> Yes	No		
6. Any missing / extra samples?	Yes	<input checked="" type="radio"/> No		
7. Chain of custody signed when relinquished / received?	<input checked="" type="radio"/> Yes	No		
8. Chain of custody agrees with sample label(s)?	<input checked="" type="radio"/> Yes	No		
9. Container labels legible and intact?	<input checked="" type="radio"/> Yes	No		
10. Sample matrix / properties agree with chain of custody?	<input checked="" type="radio"/> Yes	No		
11. Samples in proper container / bottle?	<input checked="" type="radio"/> Yes	No		
12. Samples properly preserved?	<input checked="" type="radio"/> Yes	No	N/A	
13. Sample container intact?	<input checked="" type="radio"/> Yes	No		
14. Sufficient sample amount for indicated test(s)?	<input checked="" type="radio"/> Yes	No		
15. All samples received within sufficient hold time?	<input checked="" type="radio"/> Yes	No		
16. Subcontract of sample(s)?	<input checked="" type="radio"/> Yes	No	N/A	
17. VOC sample have zero head space?	Yes	No	<input checked="" type="radio"/> N/A	
18. Cooler 1 No.	Cooler 2 No.	Cooler 3 No.	Cooler 4 No.	Cooler 5 No.
lbs 6 °C	lbs °C	lbs °C	lbs °C	lbs °C

Nonconformance Documentation

Contact: _____ Contacted by: _____ Date/Time: _____

Regarding: _____

Corrective Action Taken: _____

- Check all that apply:
- Cooling process has begun shortly after sampling event and out of temperature condition acceptable by NELAC 5.5.8.3.1.a.1.
 - Initial and Backup Temperature confirm out of temperature conditions
 - Client understands and would like to proceed with analysis