

**Texas ReExploration Operating, LC
Union SI Federal Tank Battery
Remediation Plan**

**Subject Lease:
Union SI Federal Tank Battery
Sec1 -T8S-R31E
Coordinates: N 33.65445 W-103.72925
Chaves County, NM**

RP# 1609

**Prepared for
New Mexico Oil Conservation Division
&
Texas ReExploration Operating, LC
Mr. Dean Brooks**

September 20, 2007

**Prepared by:
Baseline Solutions LLC
Andy Price
Midland, Texas**

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INTRODUCTION

Purpose:

The purpose of the following environmental action plan is for Texas ReExploration Operating LC (TREX), to conduct a proper, remediation of the historic leaks/spills at the "Union SI Federal Tank Battery"

Scope:

The scope of this project will be to adhere to New Mexico Oil Conservation Division guidelines as well as well as good and prudent environmental practices. The guidelines are listed in the body of this plan.

1. NOTIFICATION OF LEAK/SPILL

This remediation plan is being presented as an attachment to the NMOCD form C-141 as required by Rule 116. The following information may also be found on form C-141.

A. RESPONSIBLE PARTY AND LOCAL CONTACT

Texas ReExploration Operating LC (TREX)
Dean Brooks 432-618-2202
One Petroleum Center, 3300 North A., Bldg.1-234
Midland, TX 79707

B. SPILL LOCATION (see app. B)

- Union SI Federal Tank Battery
Sec -T8S-R31E
Coordinates: N 33.65445 W-103.72925
Chaves County, NM
API #30-005-20866
- Driving Directions: Head northeast out of Roswell on Hwy 70, go 50 miles to Kenna. Turn south on CR 34, continue south to a Y with two cattle guards – continue south through the left/east cattle guard approximately 2 miles – turn right at the top of the hill go to second location turn left to tank battery.

C. TIME OF INCIDENT

This location has historic leaks/spills.

D. DISCHARGE EVENT

- Historic oil leaks and spills are apparent. A drainage area behind tanks has evidence of past spill/s.
- A historic oil spill area was identified immediately to the west of the tanks.

E. TYPE OF DISCHARGE – Crude Oil Spills/Leaks

A visual environmental survey of the site was conducted on August 23rd by Baseline Solutions. Crude oil contamination was identified.

F. CONTAMINATED AREA (see app. A)

The contaminated surface area/s consists of three main sections which include:

1. Drainage area inside fence, immediately behind storage tanks – 30ft X 140ft
2. Area immediately outside of fence – south of storage tanks – 40ft X 100ft
3. Area immediately south and southwest of storage tanks – 210ft X 110ft.

2. SITE ASSESSMENT

A. GENERAL SITE CHARACTERISTICS

1. Depth to Ground Water Approximately 97ft, (see app. C)

- Depth to ground water is approximately 97', according to USGS information dated 4/95. USGS measurements were taken from the closest water well (on record), with the following description:
Roosevelt County, New Mexico
07S.32E Sec30
Latitude 33°41'01", Longitude 103°43'02" NAD27
Hydrologic Unit Code 13060003
Land-surface elevation 4,398 feet above sea level
The depth of the hole is 173 feet below land surface.
- The NMOCD rating is considered to be 10.

2. Area Water Sources (see app. C)

The nearest water source (wells, springs or other sources of fresh water extraction), were identified being:

- Water well located an estimated 1 ½ to 2 miles west of the subject location. Water well location description is 07S.32E Sec30

3. Distance to Nearest Surface Water Body (see app. C)

- A surface pond area over 4 miles east of the subject site. Surface pond location description is T8S R30E Sec1.
- The gradient for the specific spill area is considered to be generally to the south and southwest. The larger surrounding area is considered to be mostly

4. Overall Site Data (see app/s. C&D)

Map Unit Description for Subject Site

Chaves County, New Mexico, Northern Part

FaA—Faskin fine sand, 0 to 2 percent slopes

Map Unit Setting

- Elevation: 2,750 to 3,400 feet
- Mean annual precipitation: 13 to 17 inches
- Mean annual air temperature: 63 to 68 degrees F

- Frost-free period: 210 to 240 days

Map Unit Composition

- Faskin and similar soils: 90 percent

Description of Faskin Setting

- Landform: Terraces
- Landform position (two-dimensional): Toeslope
- Landform position (three-dimensional): Side slope
- Down-slope shape: Linear
- Across-slope shape: Linear
- Parent material: Alluvial and eolian deposits

Properties and qualities

- Slope: 0 to 2 percent
- Depth to restrictive feature: More than 80 inches
- Drainage class: Well drained
- Capacity of the most limiting layer to transmit water (Ksat): Moderately high to high (0.60 to 2.00 in/hr)
- Frequency of flooding: None
- Frequency of ponding: None
- Calcium carbonate, maximum content: 50 percent
- Maximum salinity: Nonsaline (0.0 to 2.0 mmhos/cm)
- Available water capacity: Moderate (about 7.3 inches)

Interpretive groups

- Land capability classification (irrigated): 4e
- Land capability (nonirrigated): 6e
- Ecological site: Sandy Plains (R070XB055NM)

Typical profile

- 0 to 14 inches: Loamy fine sand
- 14 to 24 inches: Sandy clay loam
- 24 to 60 inches: Sandy clay loam

B. SOIL/WASTE CHARACTERISTICS

The contaminated surface area/s consists of three main sections which include:

- Drainage area inside fence, immediately behind storage tanks – 30ft X 140ft
- Area immediately outside of fence – south of storage tanks – 40ft X 100ft
- Area immediately south and southwest of storage tanks – 210ft X 110ft.
- Stressed vegetation is visible within the spill areas.
- Soil Sampling shall be conducted to determine the horizontal and vertical extent of soil contamination.
- Constituents to be tested for include:
 - Total Petroleum Hydrocarbons (TPH)
 - Sodium Chloride
- Analysis

- Field instrumentation will be used. A photoionization detector and a electro-conductivity meter will be used to screen field samples for excavation purposes only.
- Samples to establish formal levels of TPH and or Chlorides shall be taken to an EPA certified lab for analysis. The results of the lab analysis will be used to determine the degree of contamination remediation.

3. SOIL REMEDIATION ACTION LEVELS

A. SOILS

- Total Petroleum Hydrocarbon levels shall be **reduced to 5000ppm**
- Sodium Chloride levels shall be reduced to **250 mg/kg chloride**

4. Soil Sampling Procedures for Laboratory Analysis

A. Sampling Procedures

Soil sampling for laboratory analysis shall be conducted according to OCD approved industry standards or other OCD-approved procedures. Soil sampling procedures and laboratory analytical methods shall be as follows:

- Collect samples in clean, air-tight glass jars supplied by the laboratory which will conduct the analysis.
- Label the samples with a unique code for each sample.
- Cool and store samples with or on ice.
- Promptly deliver samples to the lab for analysis following chain of custody procedures.
- All samples will be analyzed within the holding times for the laboratory analytical method specified by EPA.

B. Analytical Methods

- All soil samples will be analyzed using EPA methods, or by other OCD approved methods and must be analyzed within the holding time specified by the method.

5. REMEDIATION

The remediation plan proposed within the body of this report is subject to NMOCD approval.

A. SOIL REMEDIATION

1. Contaminated Soils

Will be excavated until a representative sample from the walls and bottom of the excavation is below the contaminant specific remediation level listed in Section 3.A.

2. Landfarming of soil: Treatment of Soil in Place, until a representative sample is below the contaminant specific remediation level listed in Section 3A.

B. Soil Management

Proposed contaminated soil management must be approved by OCD.

- Landfarming: Contaminated soils will be landfarmed on location by spreading the soil to approximate depth of six inches within a bermed area. Only soils which do not contain free liquids will be landfarmed. The soils will be disced regularly to enhance biodegradation of the contaminants. If necessary, upon approval by OCD, moisture and nutrients may be added to the soil to enhance aerobic biodegradation.

6. TERMINATION OF REMEDIAL ACTION

Remedial action will be terminated when the criteria listed below has been met and approved by the NMOCD:

A. SOIL

- Total Petroleum Hydrocarbon reduced to 5000ppm
- Sodium Chloride levels reduced to 250 mg/kg chloride

7. FINAL CLOSURE

The remediation site area of spill will be closed by backfilling the excavated areas with contouring to provide drainage away from the site, re-vegetating the area or other OCD approved method.

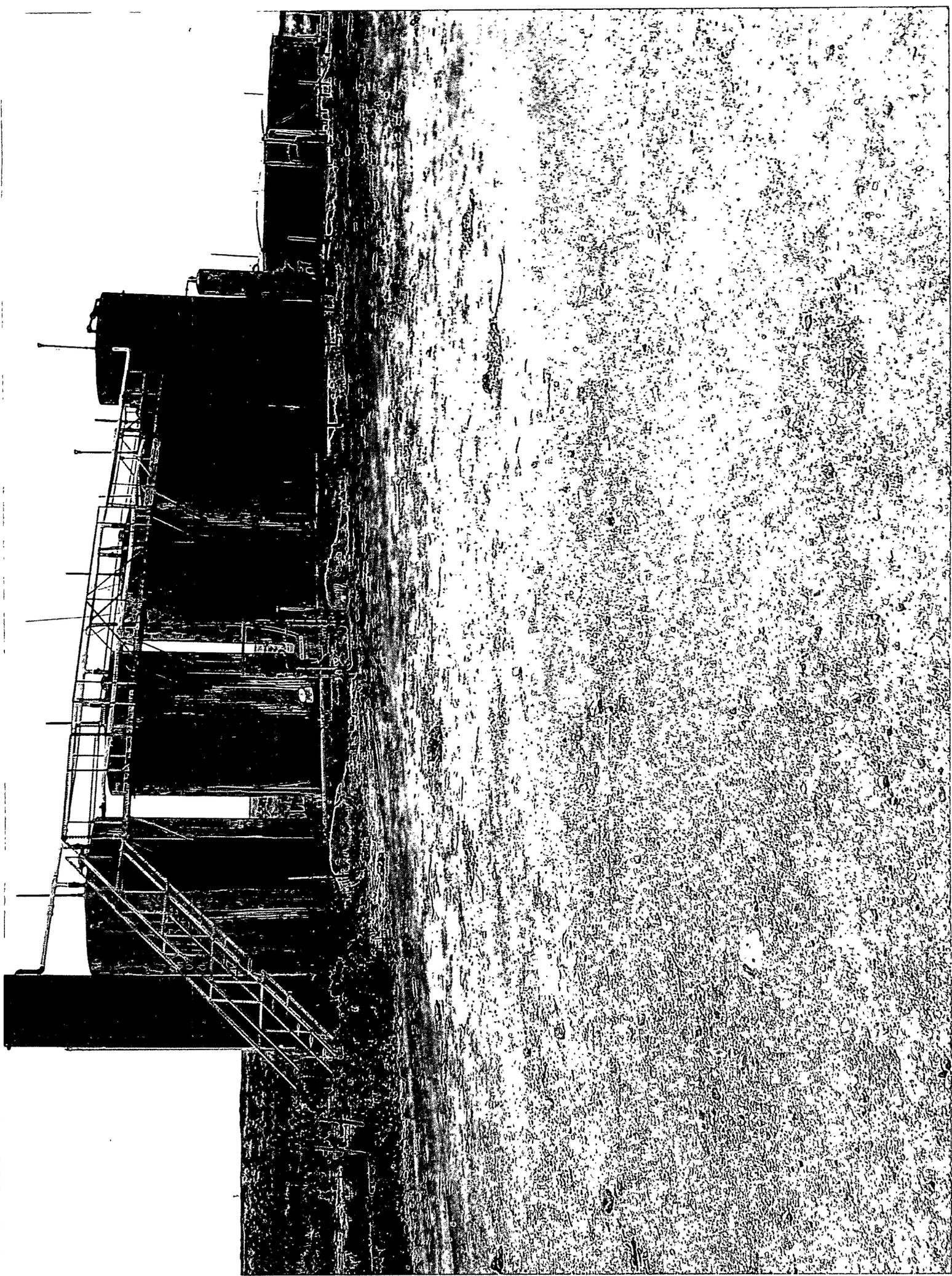
8. FINAL REPORT

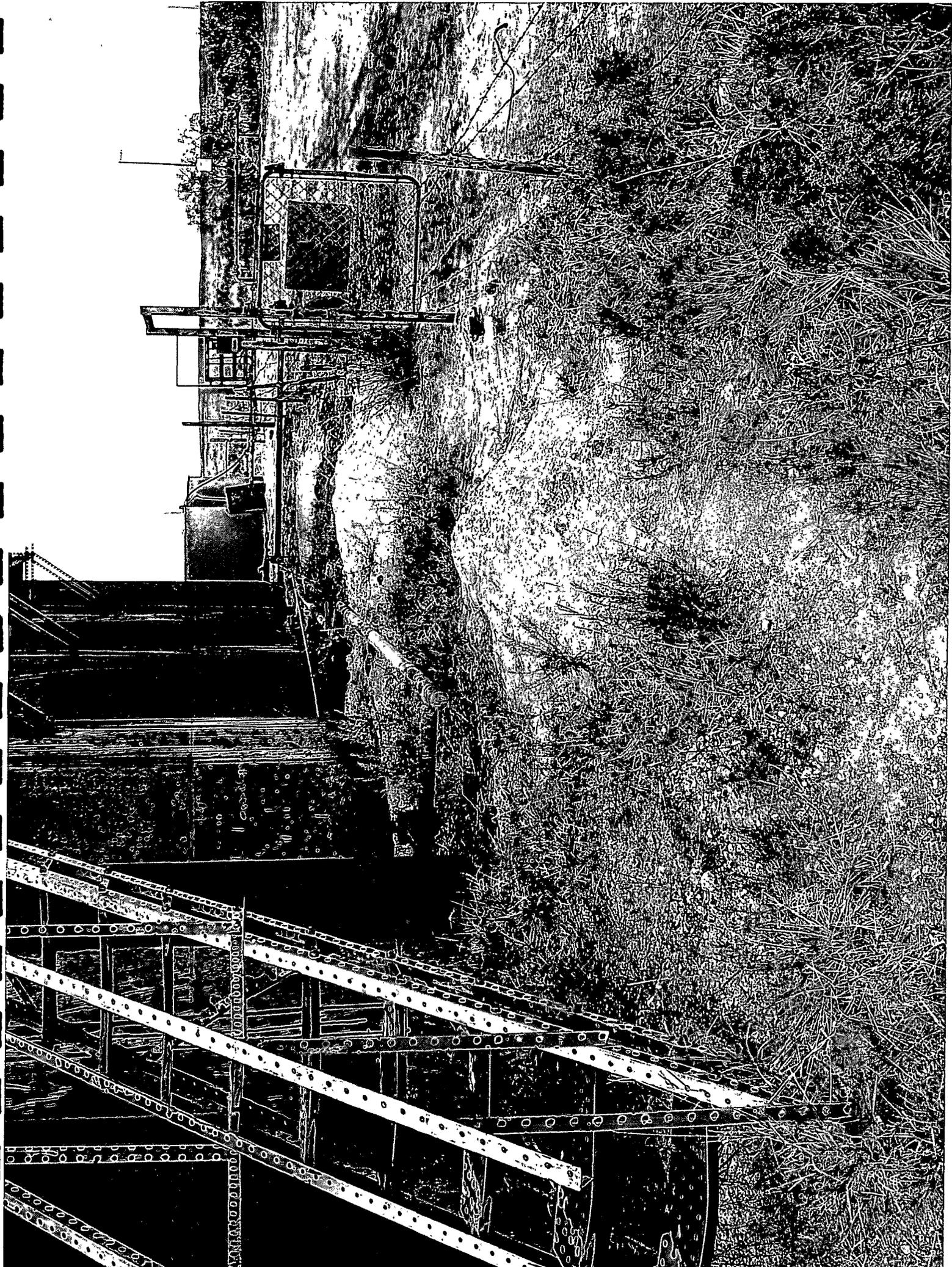
Upon completion of remedial activities a final report summarizing all actions taken to mitigate environmental damage related to the spill will be provided to OCD for approval.



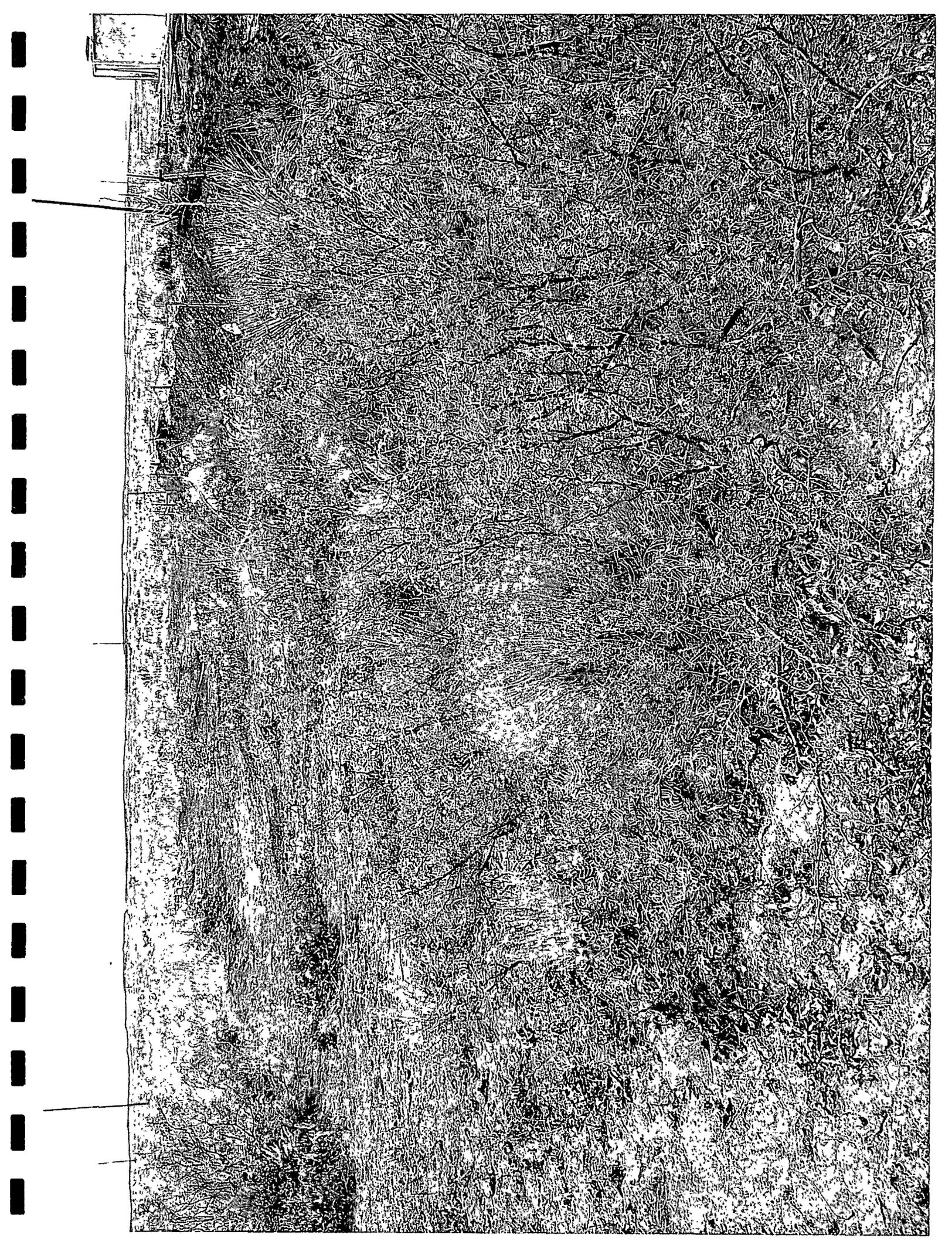
Appendices A Photos

Please click on bookmarks with electronic copy





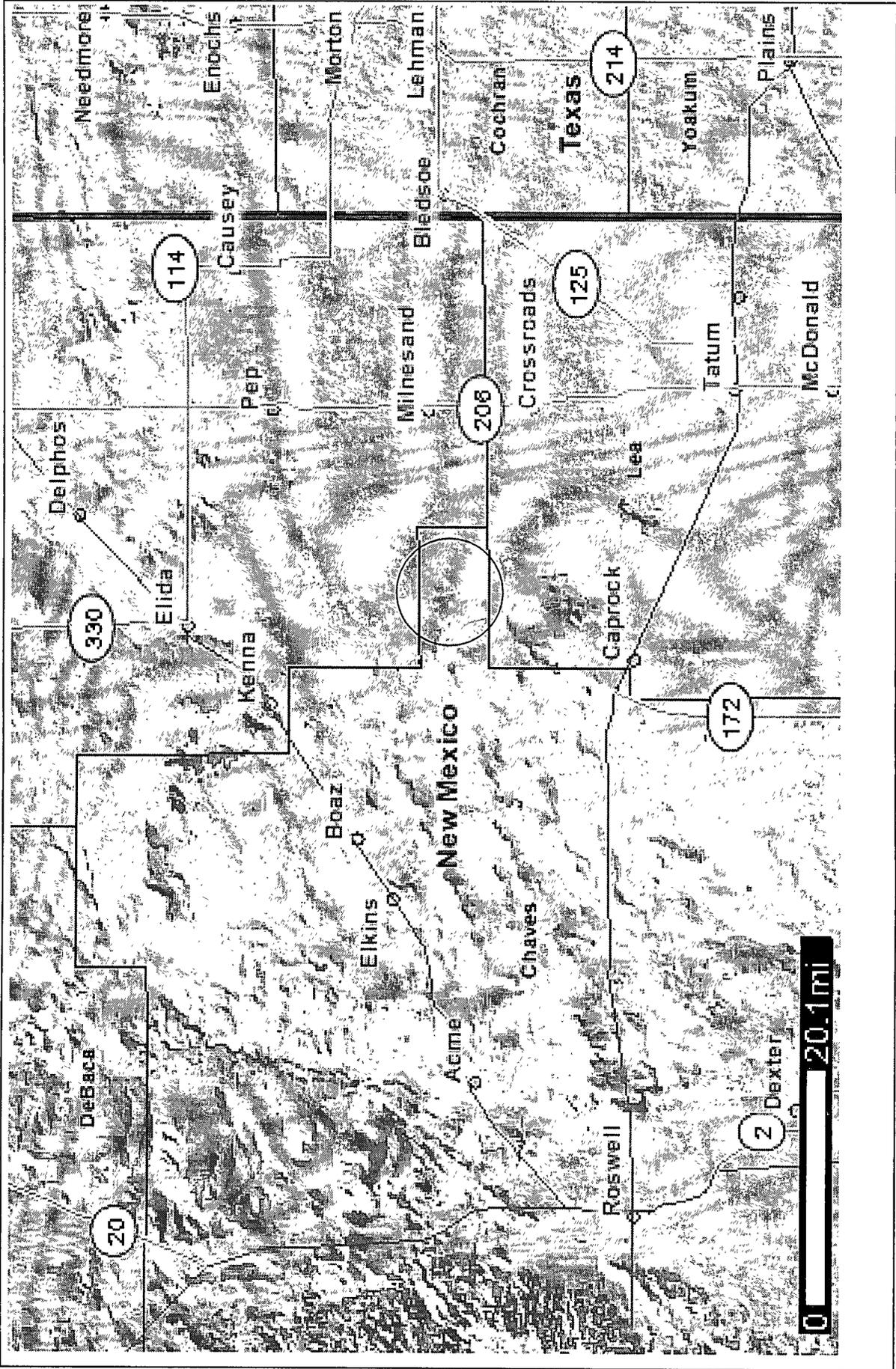


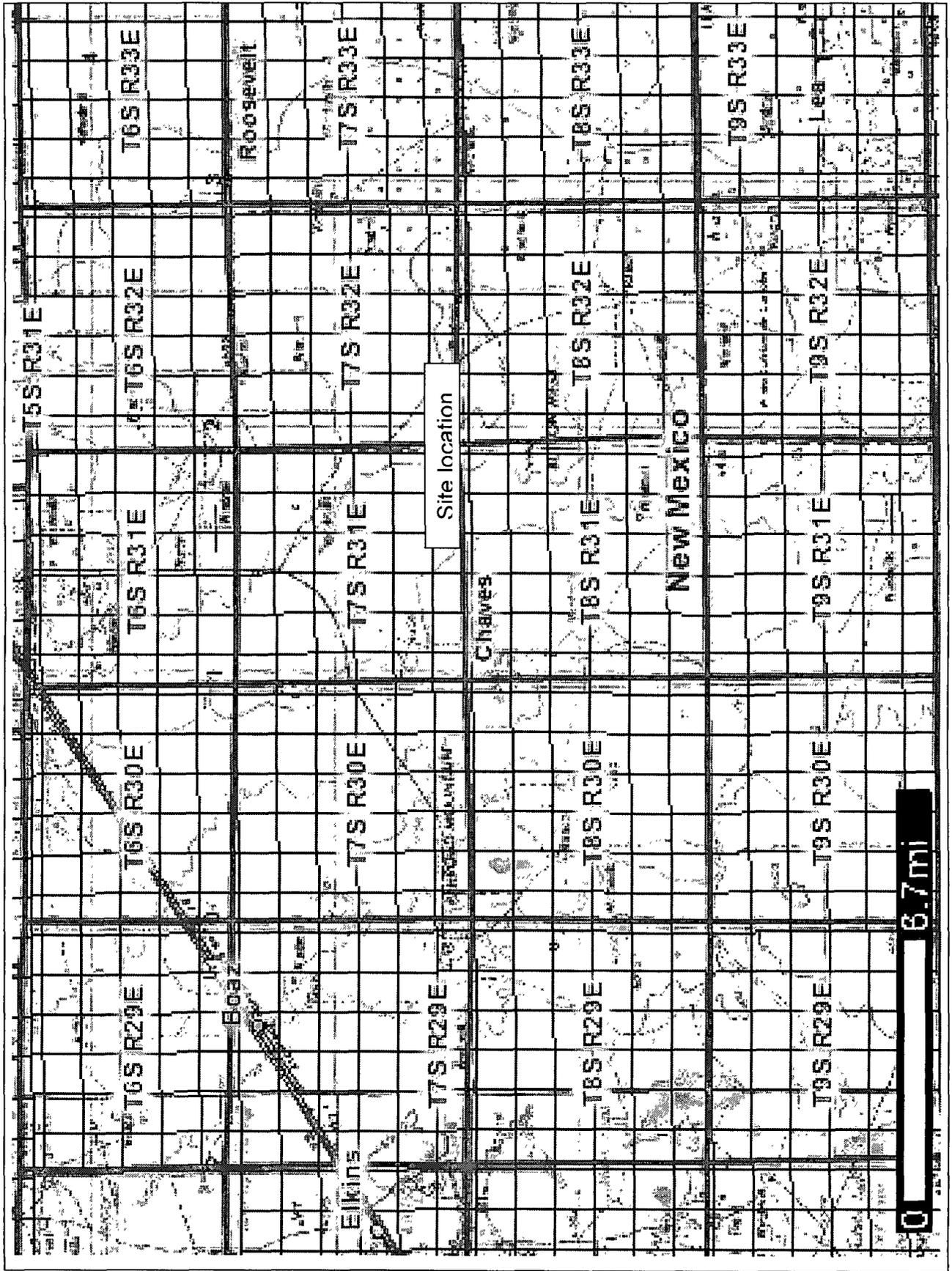






Appendices B
Maps





MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

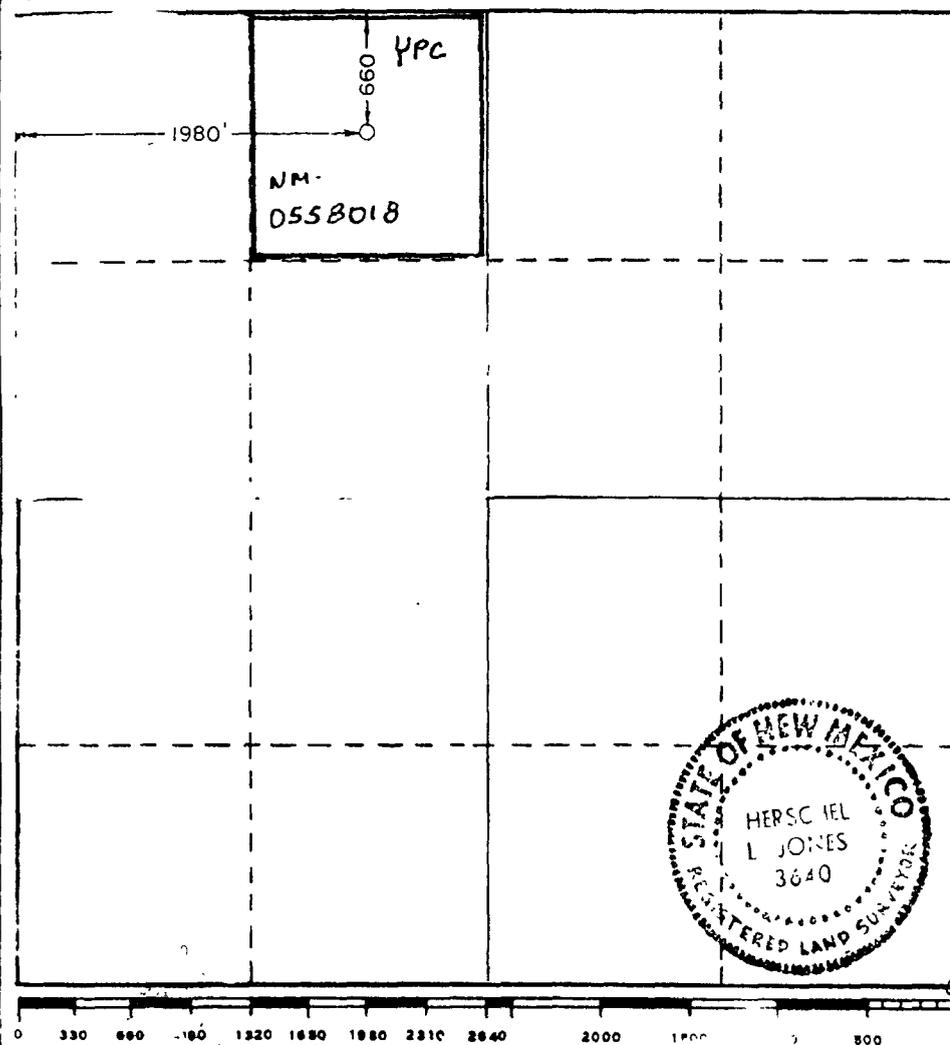
Operator YATES PETROLEUM CORP.		Lease Union SI Federal			Well No. 2
Section Letter ()	Section 1	Township 6 South	Range 31 East	County Chaves	
Actual Footage Location of Well: 660 feet from the North line and 1980 feet from the West line					
Ground Level Elev. 4377.6	Producing Formation SAN ANDRES		Pool UNRES. TOMAHAWK SA.	Dedicated Acreage: 40 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

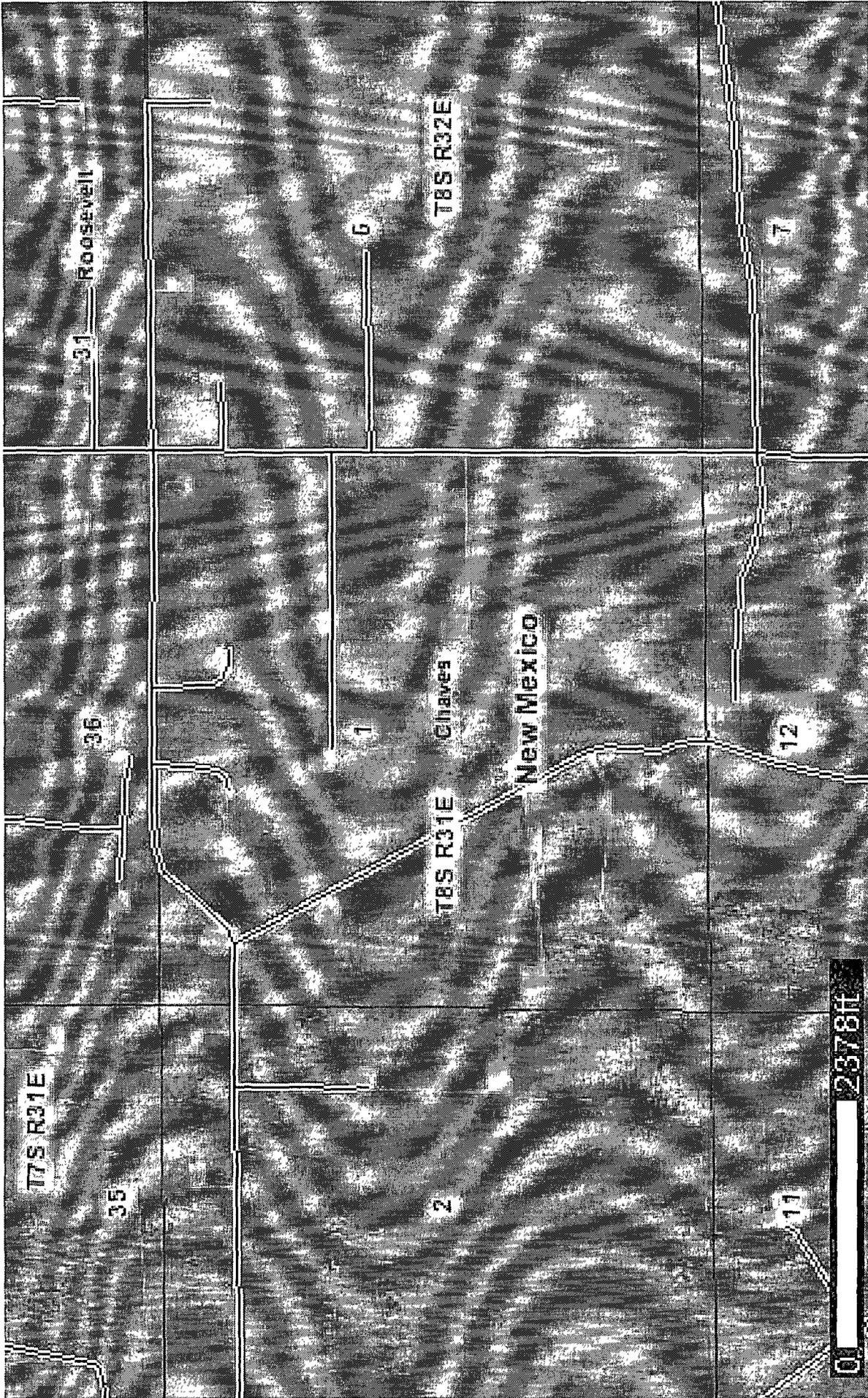
[Signature]

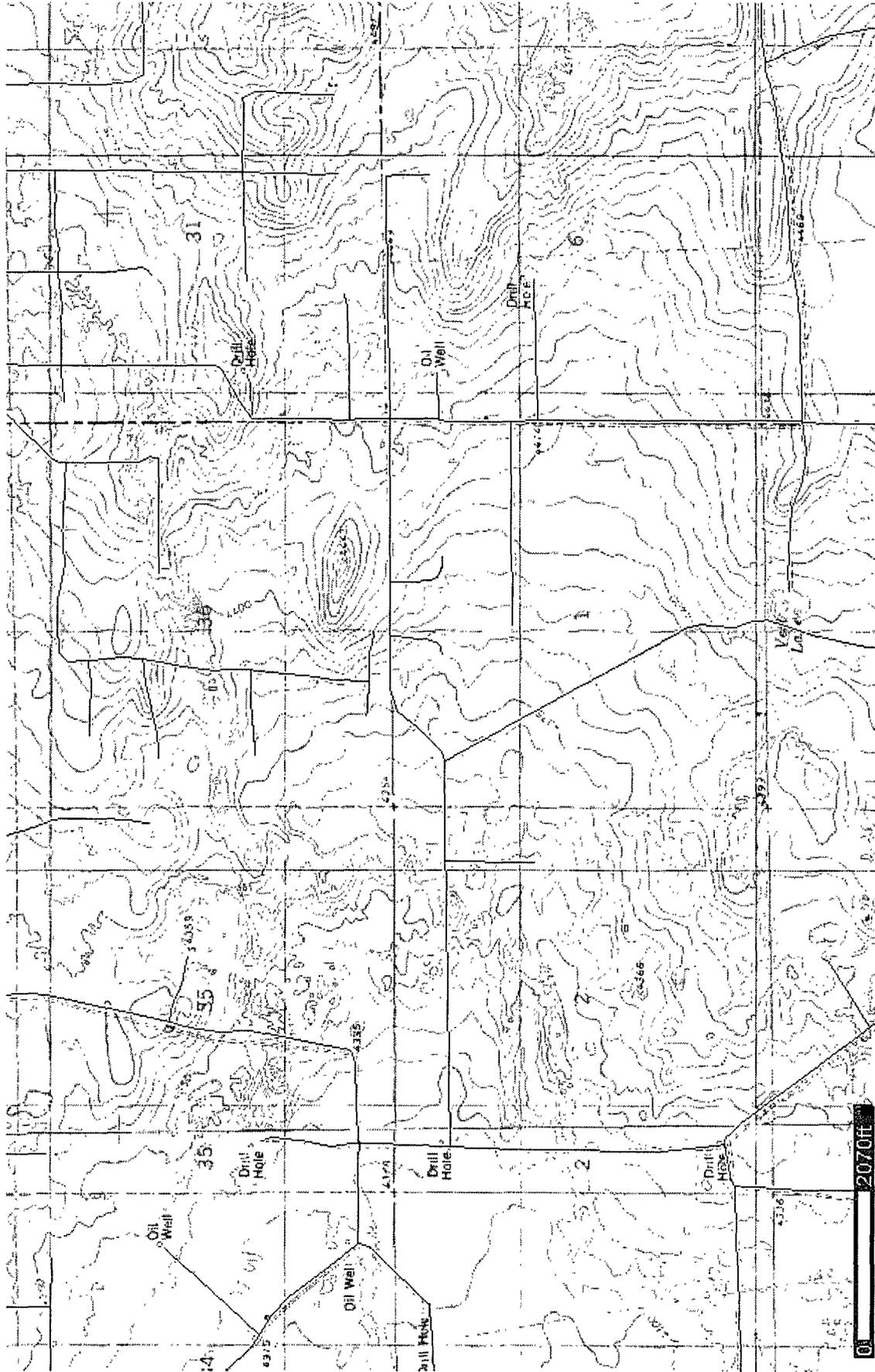
Name
Gliserio Rodriguez
Position
Regulatory Manager
Company
Yates Petroleum Corporation
Date
12/15/81

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
December 10, 1991
Registered Professional Engineer and/or Land Surveyor
[Signature]
Certificate No. 3640





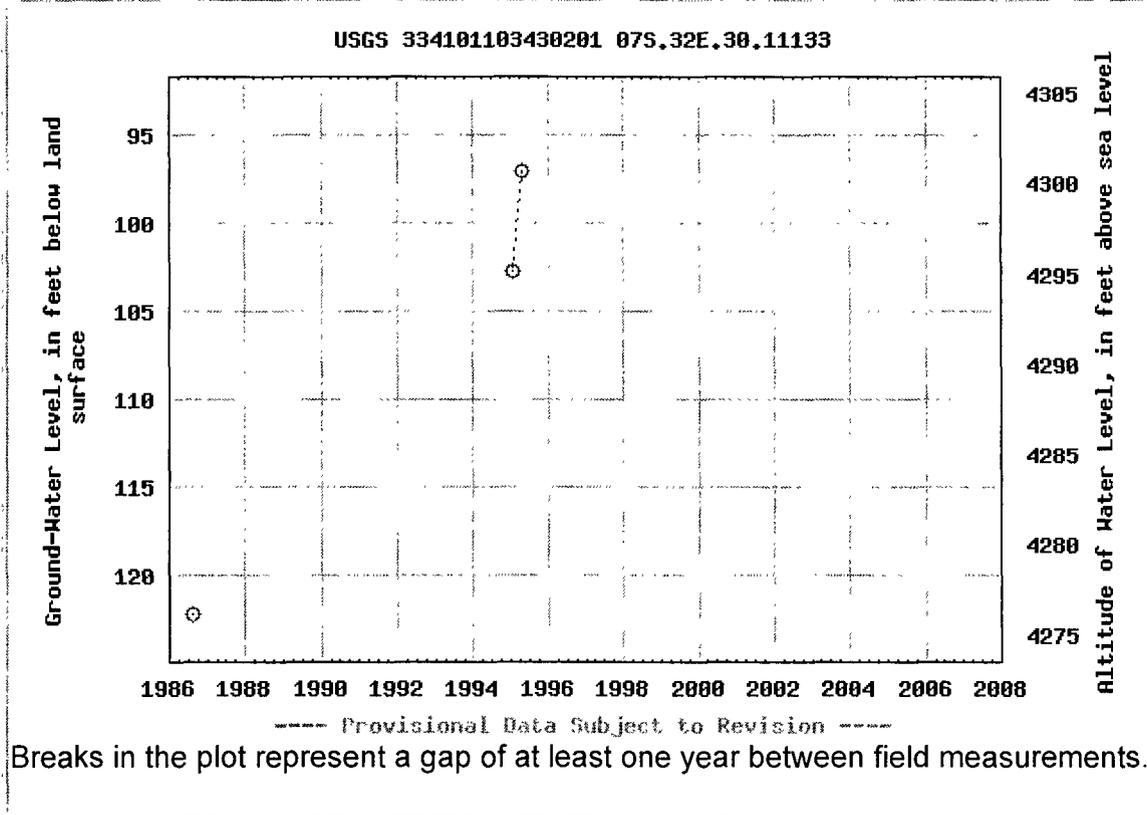


Appendices C
Hydrology

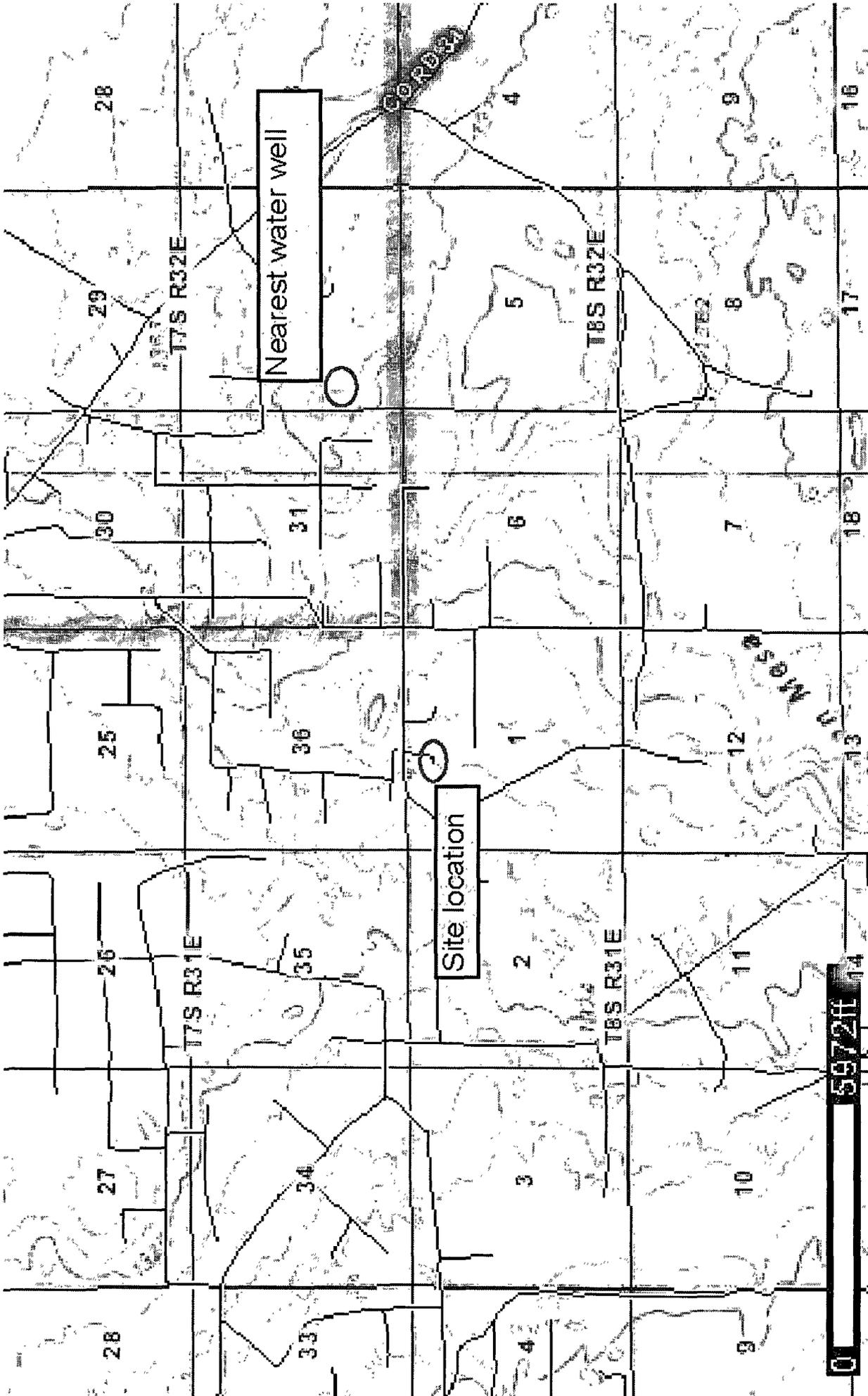


USGS 334101103430201 - 07S.32E.30.11133

Roosevelt County, New Mexico - 07S.32E.30.11133
Hydrologic Unit Code 13060003
Latitude 33°41'01", Longitude 103°43'02" NAD27
Land-surface elevation 4,398 feet above sea level NGVD29
The depth of the hole is 173 feet below land surface.



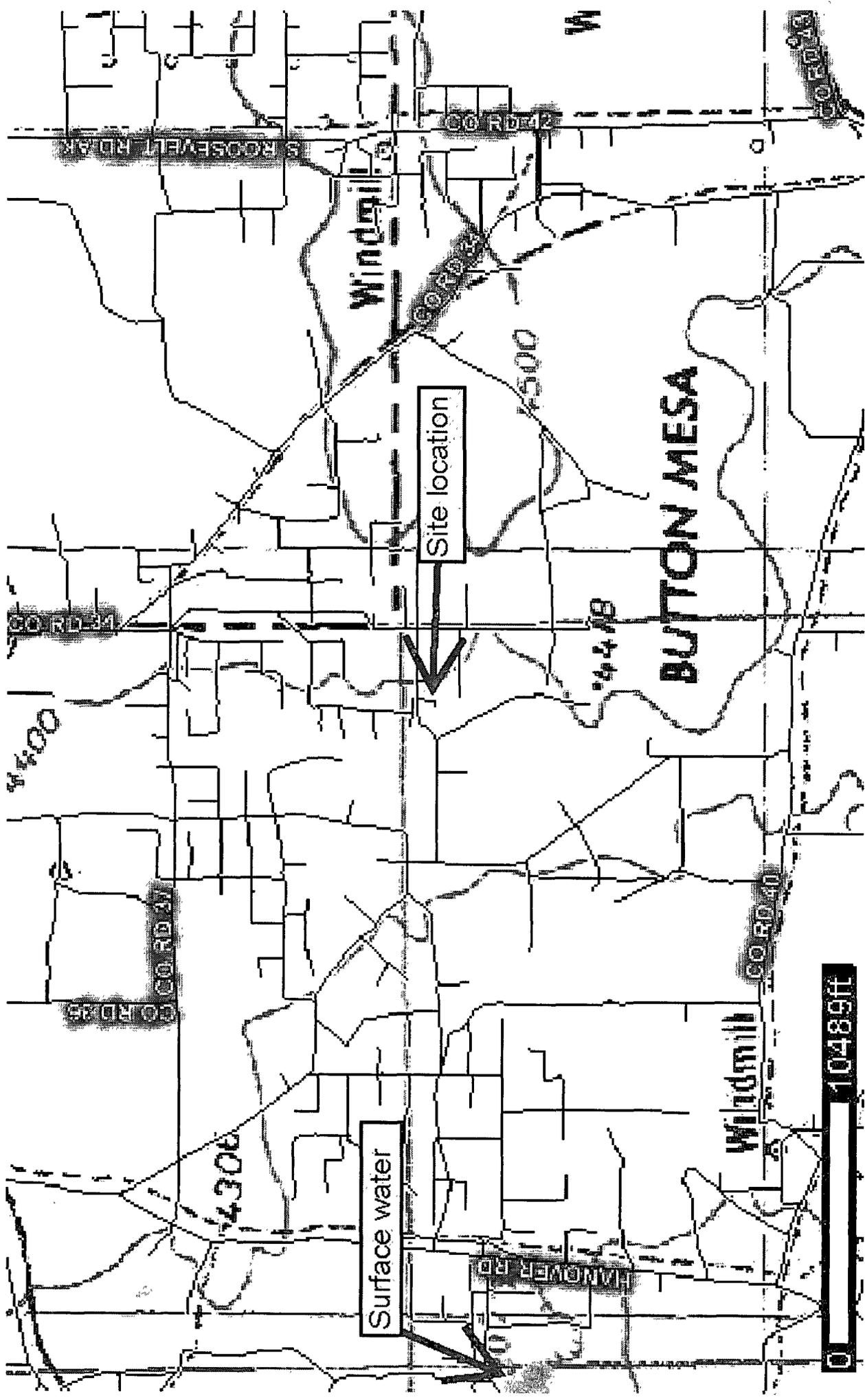
Date	Time	Water level, feet below land surface	Status
1986-08-20		122.18	
1995-01-23		102.68	
1995-04-28		97.12	



Nearest water well

Site location

0 5972ft 14'



Site location

Surface water

BUTTON MESA

Windmill

Windmill

10489ft

CO RD 31

CO RD 25

CO RD 27

4300

4500

4400

S ROOSEVELT RD

CO RD 12

CO RD 40

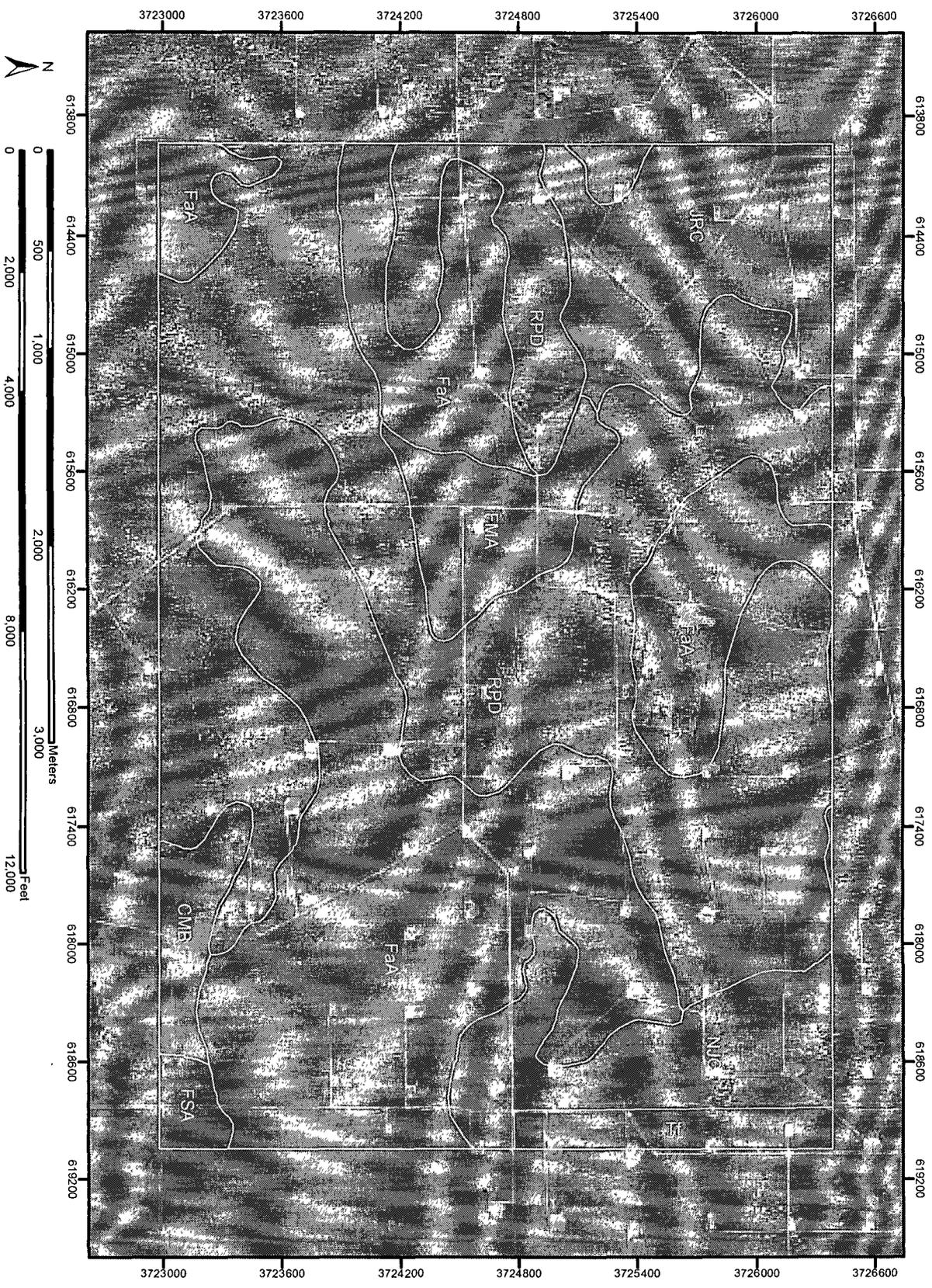
MINNER RD

W

CO RD 33

Appendices D
Soil Survey

Soil Map—Chaves County, New Mexico, Northern Part; and Roosevelt County, New Mexico
(Union SI Tank Battery Soil type)



Soil Map—Chaves County, New Mexico, Northern Part; and Roosevelt County, New Mexico
(Union SI Tank Battery Soil type)

MAP LEGEND

Area of Interest (AOI)		Very Stony Spot	
	Area of Interest (AOI)		Wet Spot
Soils			Other
	Soil Map Units	Special Line Features	
Special Point Features			Gully
	Blowout		Short Steep Slope
	Borrow Pit		Other
	Clay Spot	Political Features	
	Closed Depression	Municipalities	
	Gravel Pit		Cities
	Gravelly Spot		Urban Areas
	Landfill	Water Features	
	Lava Flow		Oceans
	Marsh		Streams and Canals
	Mine or Quarry	Transportation	
	Miscellaneous Water		Rails
	Perennial Water		
	Rock Outcrop		
	Saline Spot		
	Sandy Spot		
	Severely Eroded Spot		
	Sinkhole		
	Slide or Slip		
	Sodic Spot		
	Spoil Area		
	Stony Spot		

MAP INFORMATION

Original soil survey map sheets were prepared at publication scale. Viewing scale and printing scale, however, may vary from the original. Please rely on the bar scale on each map sheet for proper map measurements.

Source of Map: Natural Resources Conservation Service
Web Soil Survey URL: <http://websoilsurvey.nrcs.usda.gov>
Coordinate System: UTM Zone 13N

This product is generated from the USDA-NRCS certified data as of the version date(s) listed below.

Soil Survey Area: Chaves County, New Mexico, Northern Part
Survey Area Data: Version 6, Jan 28, 2007

Soil Survey Area: Roosevelt County, New Mexico
Survey Area Data: Version 6, Jan 13, 2007

Your area of interest (AOI) includes more than one soil survey area. These survey areas may have been mapped at different scales, with a different land use in mind, at different times, or at different levels of detail. This may result in map unit symbols, soil properties, and interpretations that do not completely agree across soil survey area boundaries.

Date(s) aerial images were photographed: 10/22/1996

The orthophoto or other base map on which the soil lines were compiled and digitized probably differs from the background imagery displayed on these maps. As a result, some minor shifting of map unit boundaries may be evident.

Map Unit Legend

Chaves County, New Mexico, Northern Part (NM644)			
Map Unit Symbol	Map Unit Name	Acres in AOI	Percent of AOI
CMB	Chispa-Malstrom association, moderately undulating	84.7	2.0%
FaA	Faskin fine sand, 0 to 2 percent slopes	1,556.0	36.2%
FMA	Faskin-Malstrom association, gently undulating	165.5	3.9%
FSA	Faskin, moist-Douro association, gently undulating	36.1	0.8%
JRC	Jalmar-Roswell-Pyote association, moderately undulating	359.8	8.4%
NJC	Nutivoli-Jalmar, moist fine sands, moderately rolling	280.3	6.5%
RPD	Roswell-Jalmar fine sands, hilly	1,734.0	40.3%
Roosevelt County, New Mexico (NM041)			
Map Unit Symbol	Map Unit Name	Acres in AOI	Percent of AOI
Tf	Tivoli fine sand	81.8	1.9%
Totals for Area of Interest (AOI)		4,298.3	100.0%



N16

L34

R20

0 738ft



Map Unit Description - USGS

Chaves County, New Mexico, Northern Part

FaA—Faskin fine sand, 0 to 2 percent slopes

Map Unit Setting

- *Elevation:* 2,750 to 3,400 feet
- *Mean annual precipitation:* 13 to 17 inches
- *Mean annual air temperature:* 63 to 68 degrees F
- *Frost-free period:* 210 to 240 days

Map Unit Composition

- *Faskin and similar soils:* 90 percent

Description of Faskin

Setting

- *Landform:* Terraces
- *Landform position (two-dimensional):* Toeslope
- *Landform position (three-dimensional):* Side slope
- *Down-slope shape:* Linear
- *Across-slope shape:* Linear
- *Parent material:* Alluvial and eolian deposits

Properties and qualities

- *Slope:* 0 to 2 percent
- *Depth to restrictive feature:* More than 80 inches
- *Drainage class:* Well drained
- *Capacity of the most limiting layer to transmit water (Ksat):* Moderately high to high (0.60 to 2.00 in/hr)
- *Depth to water table:* More than 80 inches
- *Frequency of flooding:* None
- *Frequency of ponding:* None
- *Calcium carbonate, maximum content:* 50 percent
- *Maximum salinity:* Nonsaline (0.0 to 2.0 mmhos/cm)
- *Available water capacity:* Moderate (about 7.3 inches)

Interpretive groups

- *Land capability classification (irrigated): 4e*
- *Land capability (nonirrigated): 6e*
- *Ecological site: Sandy Plains (R070XB055NM)*

Typical profile

- *0 to 14 inches: Loamy fine sand*
- *14 to 24 inches: Sandy clay loam*
- *24 to 60 inches: Sandy clay loam*

Appendices E
OCD Form C-141

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company - Texas ReExploration Operating LC (TREX)	Contact - Dean Brooks
Address - One Petroleum Center, 3300 North A., Bldg 1-234, Midland, TX 79707	Telephone No 432-432-618-2202
Facility Name - Union SI Federal Well #2 and Tank Battery	Facility Type - Tank Battery
Surface Owner - Mayes Jenkins, Sr	Mineral Owner - BLM
API No 30-005-20866	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	South Line	Feet from the	East/West Line	County
C	1	08S	31E	660	North Line	1980	West Line	Chaves

Latitude 33.65445 Longitude -103.72925

NATURE OF RELEASE

Type of Release - Historic crude oil spill - before current operator	Volume of Release - estimated 50bbls	Volume Recovered - N/A - Historic release before current operator
Source of Release - most likely pipe fittings and storage tank overflow	Date and Hour of Occurrence ?	Date and Hour of Discovery 8/8/07
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom? OCD Compliance Officer	Date and Hour - Before 2007	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully *
Groundwater for this area is considered to be at a depth of 97ft
Describe Cause of Problem and Remedial Action Taken.*
Texas ReExploration Operating purchased this lease in 2007. This tank battery had historic/past oil spills and leaks. No remedial action had been taken. A remediation plan has been compiled by TREX and will be implemented upon NMOCD approval. Please see attached Remediation Action Plan
Describe Area Affected and Cleanup Action Taken.*
The approximate area/s effected is 1. Drainage area inside fence, immediately behind storage tanks - 30ft X 140ft. 2. Area immediately outside of fence - south of storage tanks - 40ft X 100ft. 3. Area immediately south and southwest of storage tanks - 210ft X 110ft. No remedial action had been taken. The remediation for this location will begin upon OCD approval of the remediation plan

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature: <i>Dean C Brooks</i>	OIL CONSERVATION DIVISION	
Printed Name: Dean Brooks	Approved by District Supervisor: <i>Johnson</i>	
Title: Vice President of Engineering	Approval Date: 10.23.07	Expiration Date: 12.23.07
E-mail Address: dbrooks@tex-rex.com	Conditions of Approval	Attached <input type="checkbox"/>
Date: 9/20/07	Phone: 432-618-2202	

* Attach Additional Sheets If Necessary

RP# 1609

