

RECEIVED

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  
FEB 13 2008  
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form  
HOBBS OIL

Release Notification and Corrective Action

OPERATOR

Initial Report  Final Report

Name of Company	Saber Resources, Inc.	Contact	Doug Keathley
Address	400 W. Illinois, Suite 950, Midland, TX 79701	Telephone No.	(432) 685-0169
Facility Name	Newmont #001 SWD	Facility Type	Tank Battery

Surface Owner	Dean Kinsolving	Mineral Owner	Fee	API #	30-025-07154
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	7	12S	38E	1980	South	1980	West	Lea

Latitude N 33 deg. 17.485' Longitude W 103 deg. 08.331'

NATURE OF RELEASE

Type of Release	Salt Water	Volume of Release	Unknown	Volume Recovered	Unknown
Source of Release	Salt Water Storage Tank	Date and Hour of Occurrence	Unknown	Date and Hour of Discovery	Unknown

Was Immediate Notice Given?  Yes  No  Not Required  
If YES, To Whom?

By Whom? Date and Hour

Was a Watercourse Reached?  Yes  No  
If YES, Volume Impacting the Watercourse.

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\*

Salt water tank overflowed. Battery operated by Platinum Exploration, Inc. at time of incident. Saber Resources LLC has recently acquired ownership of the lease. Soil was excavated until confirmation samples reported chloride concentrations less than 250 mg/kg and TPH concentrations less than 100 mg/kg.

Describe Area Affected and Cleanup Action Taken \*

An area approximately 198' x 204' north, east and south of the battery, and an area approximately 37' x 60' west of the battery was excavated until confirmation soil samples reported chloride concentrations less than 250 mg/kg and TPH concentrations less than 100 mg/kg. Impacted soil was removed from the site and disposed at an NMOCD approved disposal facility. Verbal approval to backfill the excavations was granted by the OCD on 12/11/07. The excavation was backfilled with clean soil to a depth of approximately 3' bgs and covered with a layer of 20 mil plastic. The remainder of the excavation was then backfilled with clean soil to surface. Depth to groundwater is at approximately 22' bgs.

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:		OIL CONSERVATION DIVISION	
Printed Name:	Doug Keathley	Approved by District Supervisor:	
Title:		ENVIRONMENTAL ENGINEER	
E-mail Address:	Doug@SaberResources.com	Approval Date:	2.13.08
Date:	1/15/08	Expiration Date:	_____
Phone:	(432) 685-0169	Conditions of Approval:	
		Attached <input type="checkbox"/>	1R # 1585

\* Attach Additional Sheets If Necessary

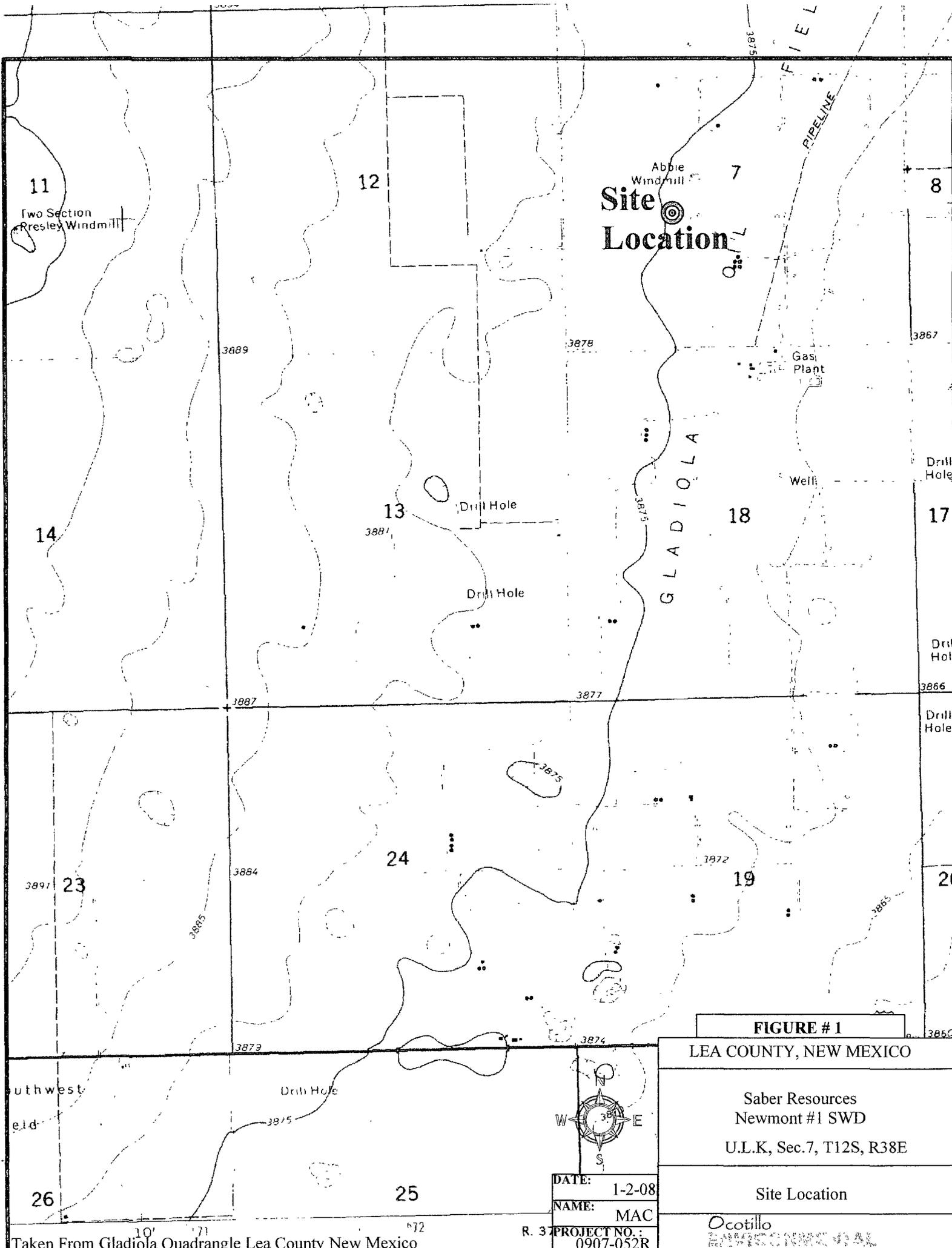
**Table 1: Summary of Laboratory Analysis of Confirmation Soil Samples**  
**Saber Resources, Newmont #1 SWD**  
**Section 7, Township 12 South, Range 38 East**  
**Lea County, New Mexico**

Sample Date	Soil Sample Number	Sample Depth (feet BGS)	GRO (C6-C10)	DRO >(C10-C28)	Total TPH	Chloride
8/27/07	SS-1	0-6"	---	---	---	6,678
8/30/07	HA-1	1	---	---	---	160
	HA-1	2	---	---	---	144
11/6/07	SS-23	2	31.7	430	461.7	448
11/16/07	SS-35	3	<10	98.3	98.3	208
8/27/07	SS-2	0-6"	---	---	---	5,358
8/30/07	HA-2	1	---	---	---	3,839
	HA-2	2	---	---	---	4,799
9/21/07	SS-10	4	---	---	---	4,079
	SS-11	6	---	---	---	3,239
	SS-12	7.5	---	---	---	2,799
	SS-13	9	---	---	---	2,879
10/25/07	SS-14	10	---	---	---	1,820
	SS-15	11	---	---	---	272
	SS-16	12	---	---	---	624
11/6/07	SS-17	N Side Comp.	<10	<10	<20	16
	SS-18	E Side Comp.	<10	<10	<20	32
	SS-19	W Side Comp.	<10	<10	<20	16
	SS-20	S Side Comp	<10	<10	<20	16
	SS-21	Bottom @ 13'	<10	101	101	64
8/27/07	SS-3	0-6"	---	---	---	14,555
8/30/07	HA-3	1	---	---	---	1,120
	HA-3	2	---	---	---	272
11/6/07	SS-30	2	643	7,850	8,493	2,060
11/16/07	SS-41	5	85.7	738	823.7	1,152
12/3/07	SS-48	7	<10.0	29.3	29.3	48
11/6/07	SS-22	2	<10	21.1	21.1	1,390
11/16/07	SS-34	3	---	---	---	544
12/3/07	SS-44	5	---	---	---	864
12/7/07	SS-51	7	---	---	---	176

Sample Date	Soil Sample Number	Sample Depth (feet BGS)	GRO (C6-C10)	DRO >(C10-C28)	Total TPH	Chloride
11/6/07	SS-24	2	<10	93.8	93.8	528
11/16/07	SS-36	3	---	---	---	256
11/6/07	SS-25	2	623	9,640	10,263	1,620
11/16/07	SS-37	3	110	1,880	1,990	432
12/3/07	SS-45	5	<10.0	40.2	40.2	288
12/7/07	SS-52	7	---	---	---	48
11/6/07	SS-26	2	<10	583	583	512
11/16/07	SS-38	3	45.1	2,080	2,125.1	2,303
12/3/07	SS-46	5	<10.0	34.5	34.5	432
12/7/07	SS-53	7	---	---	---	208
11/6/07	SS-27	2	<10	94.4	94.4	48
11/6/07	SS-28	2	932	5,860	6,792	496
11/16/07	SS-39	3	<10	84.3	84.3	48
11/6/07	SS-29	2	<10	125	125	720
11/16/07	SS-40	3	---	---	---	1,168
12/3/07	SS-47	5	---	---	---	48
11/6/07	SS-31	2	2,280	18,800	21,080	4,760
11/16/07	SS-42	5	13.5	196	209.5	608
12/3/07	SS-49	6.5	<10.0	34.4	34.4	816
12/7/07	SS-54	7	---	---	---	<16
11/6/07	SS-32	2	456	8,900	9,356	2,780
11/16/07	SS-43	3	42.2	435	477.2	368
12/3/07	SS-50	5	<10.0	94.7	94.7	448
12/7/07	SS-55	7	---	---	---	48
11/6/07	SS-33	2	<10	111	111	176

## Notes:

1. BGS: Depth in feet below ground surface
- 2 mg/kg: Milligrams per kilogram



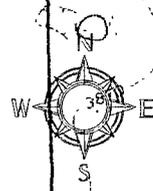
**FIGURE # 1**

LEA COUNTY, NEW MEXICO

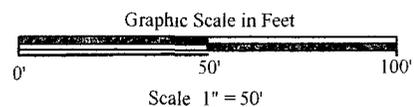
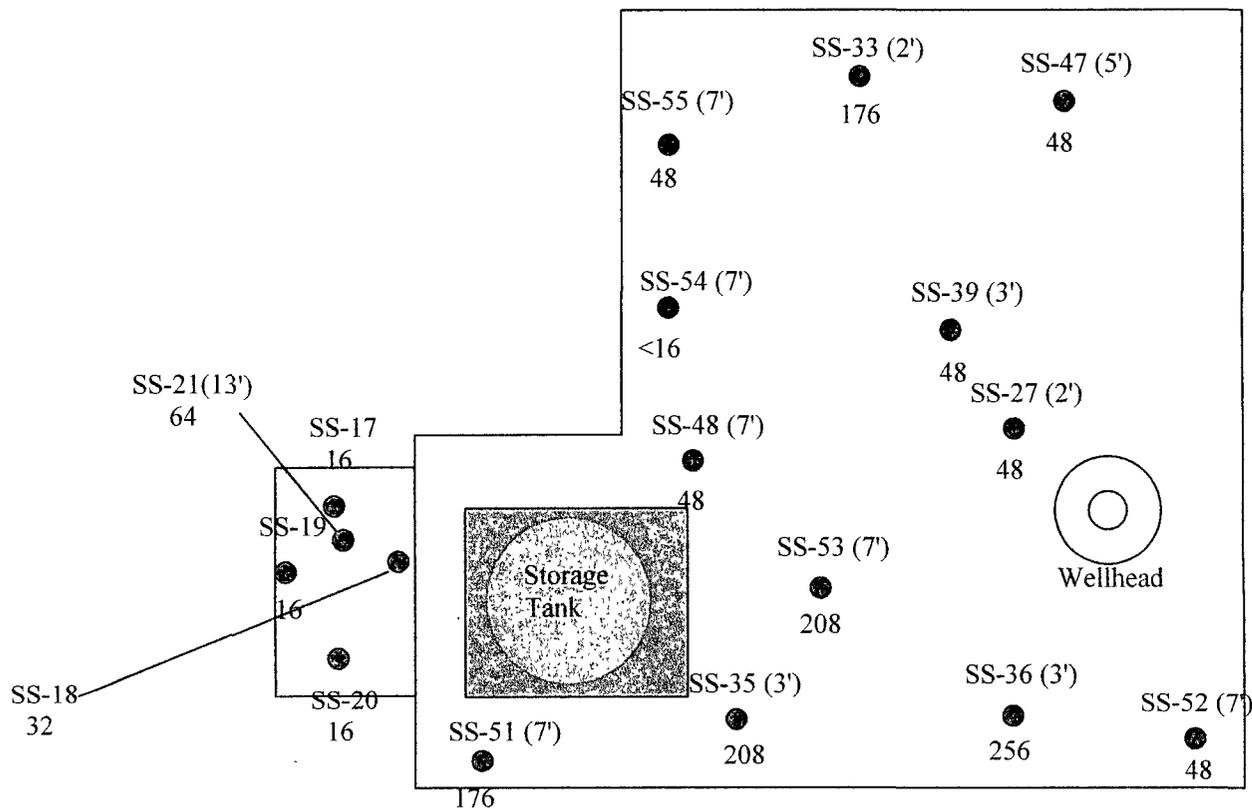
Saber Resources  
 Newmont #1 SWD  
 U.L.K, Sec.7, T12S, R38E

Site Location

Ocotillo  
 ENGINEERING & SURVEYING



DATE: 1-2-08  
 NAME: MAC  
 PROJECT NO.: 0907-052R



**FIGURE # 2**

LEA COUNTY, NEW MEXICO

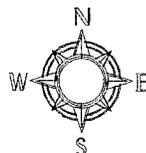
Saber Resources  
Newmont #1 SWD  
U.L.K, Sec.7, T12S, R38E

Site Drawing With Soil Sample  
Locations

Ocotillo  
ENVIRONMENTAL

LEGEND

SS-33 (2')  
●  
176  
Soil sample location with depth (feet bgs) and chloride concentration (mg/kg)



DATE: 1-2-08  
NAME: MAC  
PROJECT NO.: 0907-052R









# ARDINAL LABORATORIES

101 East Marland, Hobbs, NM 88240 2111 Beechwood, Abilene, TX 79603  
 (505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325)673-7020

## CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

Company Name: <i>Ocotillo Environmental LLC</i>		<b>BILL TO</b>		<b>ANALYSIS REQUEST</b>																						
Project Manager: <i>Cindy Crain</i>		P.O. #:		Chloride																						
Address: <i>2125 French Drive</i>		Company: <i>Ocotillo</i>																								
City: <i>Hobbs</i> State: <i>NM</i> Zip: <i>88240</i>		Attn:																								
Phone #: <i>505-441-1472</i> Fax #: <i>432-272-0304</i>		Address:																								
Project #: <i>6-1203</i> Project Owner: <i>Saber Resources</i>		City:																								
Project Name: <i>Nuonant #001 SWD</i>		State: Zip:																								
Project Location: <i>Lea County NM</i>		Phone #:																								
Sampler Name: <i>Steve Cannon</i>		Fax #:																								
FOR LAB USE ONLY																										
Lab I.D.	Sample I.D.	(G)RAB OR (C)OMP	# CONTAINERS	MATRIX					PRESERV.			SAMPLING														
				GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER	DATE	TIME												
<i>H13205-1</i>	<i>SS-HA1 @ 1'</i>	<i>G</i>	<i>1</i>			<input checked="" type="checkbox"/>							<i>8-30-07</i>	<i>8:26</i>	✓											
<i>-2</i>	<i>SS-HA1 @ 2'</i>	<i>G</i>	<i>1</i>			<input checked="" type="checkbox"/>							"	<i>8:35</i>	✓											
<i>-3</i>	<i>SS-HA2 @ 1'</i>	<i>G</i>	<i>1</i>			<input checked="" type="checkbox"/>							"	<i>8:40</i>	✓											
<i>-4</i>	<i>SS-HA2 @ 2'</i>	<i>G</i>	<i>1</i>			<input checked="" type="checkbox"/>							"	<i>8:48</i>	✓											
<i>-5</i>	<i>SS-HA3 @ 1'</i>	<i>G</i>	<i>1</i>			<input checked="" type="checkbox"/>							"	<i>8:52</i>	✓											
<i>-6</i>	<i>SS-HA3 @ 2'</i>	<i>G</i>	<i>1</i>			<input checked="" type="checkbox"/>							"	<i>9:01</i>	✓											

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Relinquished By: <i>Steve Cannon</i>	Date: <i>8/30/07</i>	Received By: <i>[Signature]</i>	Phone Result: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Add'l Phone #:	REMARKS:  <i>432-272-0304</i>
	Time: <i>1315</i>		Fax Result: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Add'l Fax #:	
Relinquished By:	Date:	Received By:			
Delivered By: (Circle One) Sampler - UPS - Bus - Other:			Sample Condition Cool Intact <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> No	CHECKED BY: (Initials) <i>SC</i>	

† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476





# CARDINAL LABORATORIES

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(505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325) 673-7020

## CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

Company Name: <u>Ocotillo Environmental LLC</u>		<b>BILL TO</b>		<b>ANALYSIS REQUEST</b>												
Project Manager: <u>Cindy Crain</u>		P.O. #:														
Address: <u>2125 French Dr.</u>		Company: <u>Ocotillo</u>														
City: <u>Hobbs</u> State: <u>NM</u> Zip: <u>88240</u>		Attn:														
Phone #: <u>505-441-7244</u> Fax #: <u>432-272-0304</u>		Address:														
Project #: <u>6-1203</u> Project Owner: <u>Saber</u>		City:														
Project Name: <u>Newmont #001 SWD</u>		State: Zip:														
Project Location: <u>Lea County NM</u>		Phone #:														
Sampler Name: <u>Steve Cannon</u>		Fax #:														
FOR LAB USE ONLY																
Lab I.D.	Sample I.D.	(G/RAB OR (C)OMP # CONTAINERS	MATRIX					PRESERV.			SAMPLING		DATE		TIME	
			GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER					
<u>H13350-1</u>	<u>55-10 @ 4'</u>	<u>6</u>			<u>✓</u>							<u>9-21-07</u>	<u>8:07</u>	<u>Chloride</u>		
<u>-2</u>	<u>55-11 @ 6'</u>	<u>6</u>			<u>✓</u>							<u>"</u>	<u>8:41</u>			
<u>-3</u>	<u>55-12 @ 7.5'</u>	<u>6</u>			<u>✓</u>							<u>"</u>	<u>9:00</u>			
<u>-4</u>	<u>55-13 @ 9'</u>	<u>6</u>			<u>✓</u>							<u>"</u>	<u>9:42</u>			

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Relinquished By: <u>Steve Cannon</u>	Date: <u>9-21-07</u>	Received By: <u>Sue Barnes</u>	Phone Result: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Add'l Phone #:
	Time: <u>11:20</u>	<u>9/21/07</u>	Fax Result: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Add'l Fax #:
Relinquished By:	Date:	Received By:	REMARKS: <u>Fax #: 432-272-0304</u>	
Delivered By: (Circle One) <u>Sampler</u> - UPS - Bus - Other:	Sample Condition Cool Intact <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	CHECKED BY: (Initials) <u>SAB</u>		

† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476





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## CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

Company Name: <u>Ocotillo Environmental LLC</u>		<b>BILL TO</b>		<b>ANALYSIS REQUEST</b>											
Project Manager: <u>Cindy Crain</u>		P.O. #:													
Address: <u>2125 French Dr.</u>		Company: <u>Ocotillo</u>													
City: <u>Hobbs</u> State: <u>NM</u> Zip: <u>88240</u>		Attn:													
Phone # <u>575-441-7244</u> Fax #: <u>432-272-0304</u>		Address:													
Project #: <u>6-1203</u> Project Owner: <u>Saber</u>		City:													
Project Name: <u>Newmont #001 SWD</u>		State: Zip:													
Project Location: <u>Lea County N.M</u>		Phone #:													
Sampler Name: <u>Steve Cannon</u>		Fax #:													

FOR LAB USE ONLY		(G)RAB OR (C)OMP	# CONTAINERS	MATRIX					PRESERV			SAMPLING		DATE	TIME
Lab I.D.	Sample I.D.			GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER			
H13579-1	SS-14 @ 10'	G	1			✓							10-25-07	8:45	171 Chloride
2	SS-15 @ 11'	G	1			✓							"	9:05	
3	SS-16 @ 12'	G	1			✓							"	9:17	

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Relinquished By:	Date:	Received By:	Phone Result:	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	Add'l Phone #:
	Time:		Fax Result:	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	Add'l Fax #:
Relinquished By:	Date:	Received By:	REMARKS:			
<u>Steve Cannon</u>	<u>10-25-07</u>	<u>Sue Barnes 10/25/07 10:55pm</u>	<u>Fax # 432-272-0304</u>			
Delivered By: (Circle One)	Sample Condition	CHECKED BY:				
<u>Sampler</u> - UPS - Bus - Other:	Cool <input type="checkbox"/> Intact <input checked="" type="checkbox"/>	(Initials)				
	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<u>SB</u>				

Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476



ANALYTICAL RESULTS FOR  
 OCOTILLO ENVIRONMENTAL, LLC  
 ATTN: CINDY CRAIN  
 P.O. BOX 1816  
 HOBBS, NM 88241

Receiving Date: 11/06/07  
 Reporting Date: 11/09/07  
 Project Number: 0907-052R  
 Project Name: NEWMONT SWD #1  
 Project Location: LEA COUNTY, NM

FAX TO: (432) 272-0304

Sampling Date: 11/06/07  
 Sample Type: SOIL  
 Sample Condition: COOL & INTACT  
 Sample Received By: SB  
 Analyzed By: BC/HM

LAB NUMBER	SAMPLE ID	GRO (C <sub>6</sub> -C <sub>10</sub> ) (mg/Kg)	DRO (>C <sub>10</sub> -C <sub>28</sub> ) (mg/Kg)	CI* (mg/Kg)
ANALYSIS DATE		11/07/07	11/07/07	11/07/07
H13654-1	SS-17 NORTH SD. COMP	<10.0	<10.0	16
H13654-2	SS-18 EAST SD. COMP	<10.0	<10.0	32
H13654-3	SS-19 WEST SD. COMP	<10.0	<10.0	16
H13654-4	SS-20 SOUTH SD. COMP	<10.0	<10.0	16
H13654-5	SS-21 BOTTOM @ 13'	<10.0	101	64
H13654-6	SS-22 @ 2'	<10.0	21.1	1390
H13654-7	SS-23 @ 2'	31.7	430	448
H13654-8	SS-24 @ 2'	<10.0	93.8	528
H13654-9	SS-25 @ 2'	623	9640	1620
H13654-10	SS-26 @ 2'	<10.0	583	512
H13654-11	SS-27 @ 2'	<10.0	94.4	48
H13654-12	SS-28 @ 2'	932	5860	496
H13654-13	SS-29 @ 2'	<10.0	125	720
H13654-14	SS-30 @ 2'	643	7850	2060
H13654-15	SS-31 @ 2'	2280	18800	4760
H13654-16	SS-32 @ 2'	456	8900	2780
H13654-17	SS-33 @ 2'	<10.0	111	176
Quality Control		749	780	500
True Value QC		800	800	500
% Recovery		93.7	97.5	100
Relative Percent Difference		3.4	5.4	<0.1

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; CI: Std. Methods 4500-CI'B

\*Analyses performed on 1:4 w:v aqueous extracts.

  
 Chemist

11/9/07  
 Date

H13654 OCOTILLO



# CARDINAL LABORATORIES

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(505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325)673-7020

## CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

pg 2 of 2

Company Name: <u>Ocotillo Environmental LLC</u>	<b>BILL TO</b>	<b>ANALYSIS REQUEST</b>
Project Manager: <u>Cindy Crain</u>	P.O. #:	
Address: <u>2125 French Dr.</u>	Company: <u>Ocotillo</u>	
City: <u>Hobbs</u> State: <u>NM</u> Zip: <u>88240</u>	Attn:	
Phone #: <u>575-441-7244</u> Fax #: <u>432-272-0304</u>	Address:	
Project #: <u>0907-052R</u> Project Owner: <u>Saber</u>	City:	
Project Name: <u>Newmont SWD #1</u>	State: Zip:	
Project Location: <u>Lea County NM</u>	Phone #:	
Sampler Name: <u>Steve Cannon</u>	Fax #:	

Chloride  
TPH (8015M)

Lab ID	Sample I.D.	(G)RAB OR (C)OMP # CONTAINERS	MATRIX						PRESERV		SAMPLING		DATE	TIME							
			GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER										
H16654-11	55-27 @ 2'	G 1			✓				✓			11-6-07	2:02	✓	✓						
12	55-28 @ 2'	G 1			✓				✓			"	2:06	✓	✓						
13	55-29 @ 2'	G 1			✓				✓			"	2:10	✓	✓						
14	55-30 @ 2'	G 1			✓				✓			"	2:14	✓	✓						
15	55-31 @ 2'	G 1			✓				✓			"	2:17	✓	✓						
16	55-32 @ 2'	G 1			✓				✓			"	2:21	✓	✓						
17	55-33 @ 2'	G 1			✓				✓			"	2:25	✓	✓						

PLEASE NOTE: Liability and Damages: Cardinal's liability and client's exclusive remedy for any claim arising whether based in contract or tort, shall be limited to the amount paid by the client for the analysis. All claims including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within 30 days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise.

Relinquished By: <u>Steve Cannon</u>	Date: <u>11-6-07</u>	Received By:	Phone Result: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Add'l Phone #:
	Time: <u>4:05 PM</u>		Fax Result: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Add'l Fax #:
Relinquished By:	Date:	Received By:	REMARKS:
	Time:	<u>Sue Barnes 11/6/07 4:05 PM</u>	<u>Fax # 432-272-0304</u>

Delivered By: (Circle One) <u>Sampler</u> - UPS - Bus - Other:	Sample Condition Cool Intact <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Yes <input type="checkbox"/> No	CHECKED BY: (Initials) <u>SB</u>
---	--	--

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# CARDINAL LABORATORIES

101 East Marland, Hobbs, NM 88240 2111 Beechwood, Abilene, TX 79603  
(505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325) 673-7020

## CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

pg 1 of 2

Company Name: <u>Doct. H Environmental LLC</u>	<b>BILL TO</b>	<b>ANALYSIS REQUEST</b>
Project Manager: <u>Cindy Crain</u>	P.O. #:	
Address: <u>2125 French Dr.</u>	Company: <u>Doctillo</u>	
City: <u>Hobbs</u> State: <u>NM</u> Zip: <u>88240</u>	Attn:	
Phone # <u>575-441-7244</u> Fax #: <u>432-272-0364</u>	Address:	
Project #: <u>0907-052R</u> Project Owner: <u>Siber</u>	City:	
Project Name: <u>Newmont SWD #1</u>	State: Zip:	
Project Location: <u>Lea County NM.</u>	Phone #:	
Sampler Name: <u>Steve Cannon</u>	Fax #:	

Lab I.D.	Sample I.D.	(G)RAB OR (C)OMP # CONTAINERS	MATRIX						PRESERV			SAMPLING		DATE	TIME	Chloride	TPH (SD15M)
			GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER						
H13654-1	98-17 North sd. comp	G 1			✓					✓			11-6-07	12:34	✓	✓	
2	55-18 East sd. comp	C 1			✓					✓			"	12:34	✓	✓	
3	55-19 West sd. comp	C 1			✓					✓			"	1:15	✓	✓	
4	55-20 South sd. Comp	C 1			✓					✓			"	1:20	✓	✓	
5	55-21 Bottom @ 131	G 1			✓					✓			"	1:26	✓	✓	
6	55-22 @ 2'	G 1			✓					✓			"	1:38	✓	✓	
7	55-23 @ 2'	G 1			✓					✓			"	1:44	✓	✓	
8	55-24 @ 2'	G 1			✓					✓			"	1:50	✓	✓	
9	55-25 @ 2'	G 1			✓					✓			"	1:53	✓	✓	
10	55-26 @ 2'	G 1			✓					✓			"	1:58	✓	✓	

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Relinquished By: <u>Steve Cannon</u>	Date: <u>11-6-07</u>	Received By:	Phone Result: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Add'l Phone #:
Time: <u>4:05 PM</u>			Fax Result: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Add'l Fax #:
Relinquished By:	Date:	Received By:	REMARKS:	
		<u>Sue Barnes 11/6/07 4:05 pm</u>	<u>Fax # 432-272-0364</u>	
Delivered By: (Circle One)	Sample Condition	CHECKED BY:		
<u>Sampler - UPS - Bus - Other:</u>	Cool Intact	(Initials)		
	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<u>SB</u>		
	<input type="checkbox"/> No <input type="checkbox"/> No			

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# CARDINAL LABORATORIES

101 East Marland, Hobbs, NM 88240 2111 Beechwood, Abilene, TX 79603  
 (505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325)673-7020

## CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

Company Name: <u>Ocotillo Environmental LLC</u>		<b>BILL TO</b>		<b>ANALYSIS REQUEST</b>											
Project Manager: <u>Cindy Crain</u>		P.O. #:													
Address: <u>2125 French Dr.</u>		Company: <u>Ocotillo</u>													
City: <u>Hobbs</u> State: <u>NM</u> Zip: <u>88240</u>		Attn:													
Phone #: <u>575-441-7244</u> Fax #: <u>432-272-0304</u>		Address:													
Project #: <u>0907-052R</u> Project Owner: <u>Saber</u>		City:													
Project Name: <u>Newmont SWA #1</u>		State: Zip:													
Project Location: <u>Log County N.M.</u>		Phone #:													
Sampler Name: <u>Steve Cannon</u>		Fax #:													

LAB ID	Sample I.D.	(G)RAB OR (C)OMP # CONTAINERS	MATRIX						PRESERV			SAMPLING		DATE	TIME	C C C C C C C C C C	TPH (8015M)
			GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER						
7+13740-1	55-34 @ 3'	G 1			✓								11-16-07	10:46	✓		
-2	55-35 @ 3'	G 1			✓					✓			"	10:43	✓	✓	
-3	55-36 @ 3'	G 1			✓					✓			"	10:50	✓		
-4	55-37 @ 3'	G 1			✓					✓			"	10:59	✓	✓	
-5	55-38 @ 3'	G 1			✓					✓			"	11:06	✓	✓	
-6	55-39 @ 3'	G 1			✓					✓			"	11:11	✓	✓	
-7	55-40 @ 3'	G 1			✓					✓			"	11:15	✓		
-8	55-41 @ 5'	G 1			✓					✓			"	11:26	✓	✓	
-9	55-42 @ 5'	G 1			✓					✓			"	11:30	✓	✓	
-10	55-43 @ 3'	G 1			✓					✓			"	11:40	✓	✓	

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Relinquished By:	Date:	Received By:	Phone Result: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Add'l Phone #:
	Time:		Fax Result: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Add'l Fax #:
Relinquished By:	Date: <u>11-16-07</u>	Received By: <u>Joy S. Malone</u>	REMARKS: <u>Fax # 432-272-0304</u>
Time: <u>2:50 PM</u>			
Delivered By: (Circle One)	Sample Condition	CHECKED BY: (Initials)	
Sampler - UPS - Bus - Other:	Cool Intact <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<u>JS</u>	

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# ARDINAL LABORATORIES

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(505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325)673-7020

## CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

Company Name: <u>Ocotillo Environmental LLC</u>		<b>BILL TO</b>		<b>ANALYSIS REQUEST</b>											
Project Manager: <u>Cindy Crain</u>		P.O. #:													
Address: <u>2125 French Dr.</u>		Company: <u>Ocotillo</u>													
City: <u>Hobbs</u> State: <u>NM</u> Zip: <u>88240</u>		Attn:													
Phone # <u>575-441-7244</u> Fax # <u>432-272-6304</u>		Address:													
Project #: <u>0907-052R</u> Project Owner: <u>Saber Resources</u>		City:													
Project Name: <u>Newmont SWD #1</u>		State: Zip:													
Project Location: <u>Lea County N.M</u>		Phone #:													
Sampler Name:		Fax #:													

Lab ID	Sample I.D.	(G)RAB OR (C)OMP # CONTAINERS	MATRIX					PRESERV			SAMPLING		Chloride	TPH	8015M	
			GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER	DATE				TIME
H13833-1	55-44 @ 5'	G 1			✓							12-3-07	12:29	✓		
-2	55-45 @ 5'	G 1			✓				✓			"	12:33	✓	✓	
-3	55-46 @ 5'	G 1			✓				✓			"	12:36	✓	✓	
-4	55-47 @ 5'	G 1			✓				✓			"	12:40	✓	✓	
-5	55-48 @ 7'	G 1			✓				✓			"	12:43	✓	✓	
-6	55-49 @ 7'	G 1			✓				✓			"	12:47	✓	✓	
-7	55-50 @ 5'	G 1			✓				✓			"	12:51	✓	✓	

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Relinquished By:	Date: <u>12/4/07</u>	Received By:	Phone Result: <input type="checkbox"/> Yes <input type="checkbox"/> No Add'l Phone #:
	Time: <u>10:25am</u>		Fax Result: <input type="checkbox"/> Yes <input type="checkbox"/> No Add'l Fax #:
Relinquished By:	Date:	Received By:	REMARKS:
	Time:		

Delivered By: (Circle One)	Sample Condition	CHECKED BY:
Sample: - UPS - Bus - Other:	Cool Intact <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> No	(Initials) 

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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	Saber Resources, Inc.	Contact	Doug Keathley
Address	400 W. Illinois, Suite 950, Midland, TX 79701	Telephone No.	(432) 685-0169
Facility Name	Newmont #001 SWD	Facility Type	Tank Battery
Surface Owner	Dean Kinsolving	Mineral Owner	Fee
		API # 30-025-07154	

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	7	12S	38E	1980	South	1980	West	Lea

Latitude N 33 deg. 17.485' Longitude W 103 deg. 08.331'

*WTR 20'*

**NATURE OF RELEASE**

Type of Release	Produced Water	Volume of Release	Unknown	Volume Recovered	Unknown
Source of Release	Produced Water Storage Tank	Date and Hour of Occurrence	Unknown	Date and Hour of Discovery	Unknown
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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.\*

Describe Cause of Problem and Remedial Action Taken.\*

Produced water tank overflowed. Battery operated by Platinum Exploration, Inc. at time of incident. Saber Resources LLC has recently acquired ownership of the lease. Soil samples have been collected. No remedial action has taken place at this time.

*\* CHLORIDE CONTENT OF SPILLED WTR REPT ON ALL SUBMITTALS*

Describe Area Affected and Cleanup Action Taken.\*

An approximate 50' x 60' area inside the battery, and an approximate 15' x 20' area outside the battery was affected by the spill. Soil samples were collected from two locations inside the battery and one location outside the battery, to the west of the salt water tank. Samples were collected from the surface, and at depths of 1' and 2' bgs by hand auger methods. Impacted soil will be removed from both inside and outside the battery area until soil samples report chloride and TPH concentrations below the New Mexico clean up standards. Depth to groundwater is at approximately 22' bgs.

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.

**OIL CONSERVATION DIVISION**

Signature:	Approved by District Supervisor:	
Printed Name: Doug Keathley	Approval Date: 9-24-07	Expiration Date: 12-7-07
Title: R. DOUGLAS KEATHLEY, VICE-PRESIDENT OPERATIONS	Conditions of Approval: SEE ABOVE * Attached <input type="checkbox"/>	
E-mail Address: Doug@SaberResources.com	Completed By:	
Date: 9/12/07 Phone: (432) 685-0169		

\* Attach Additional Sheets If Necessary

*RPT# 1565*