

1R - 441

APPROVALS

YEAR(S):



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

CERTIFIED MAIL Article No. 7001 1940 0004 3929 3961

March 10, 2006

Mr. Johnny Knorr
Mack Energy Corp.
P.O. Box 960
Artesia, NM 88211-0960

RE: Mack Energy Corporation Stage 1 Abatement Plan Proposal
Dated December 30, 2005 for the
Monsanto 30 State #4 Site Located in
Unit Letter P, Section 30, Township 16 South, Range 37 East
NMPM, Lea County, New Mexico

Dear Mr. Knorr:

In a New Mexico Oil Conservation Division (NMOCD) letter dated February 9, 2006 the above-referenced proposal was deemed insufficient to qualify as a Stage 1 Abatement Plan. After conversations between Mr. Bob Allen of Safety & Environmental Solutions, Inc. and myself, the NMOCD has further determined that the proposal will be accepted as a delineation work plan for the site. This work plan is hereby approved and Mack Energy Corp. (Mack) may begin the work described therein. After the investigations and delineations are complete, Mack shall submit a combined Stage 1/Stage 2 Abatement Plan according to the requirements set forth in 19.15.1.19 NMAC.

Such Stage 1/Stage 2 Abatement Plan shall be submitted by April 15, 2006.

If you have any questions, contact me at (505) 476-3492 or ed.martin@state.nm.us

NEW MEXICO OIL CONSERVATION DIVISION

A handwritten signature in cursive script that reads "Ed Martin".

Edwin E. Martin
Environmental Bureau

Copy: Patrick B. McMahon
NMOCD, Hobbs
Bob Allen

Martin, Ed, EMNRD

To: Bob Allen
Subject: RE:

Receipt acknowledged and narrative agreed to, in principle.

Ed Martin

New Mexico Oil Conservation Division
Environmental Bureau
1220 S. St. Francis
Santa Fe, NM 87505
Phone: 505-476-3492
Fax: 505-476-3462
email: ed.martin@state.nm.us

1R-441

From: Bob Allen [mailto:ballen@sesi-nm.com]
Sent: Tuesday, March 07, 2006 7:24 AM
To: Martin, Ed, EMNRD
Cc: Johnnie Knorr
Subject:

Ed...this email will confirm our telephone conversation this morning regarding the Stage I Abatement Plan for the Monsanto # 4 submitted by SESI on behalf of Mack Energy. The Stage I plan that has been submitted outlines the work to be performed in order to fully delineate the site and develop sufficient data to propose an appropriate remediation method in a Stage II Abatement Plan. You indicated that this was a viable approach to the project and you will accept the submitted plan. Upon receipt of your approval, we will publish the notice in the appropriate newspapers and make all required notifications and then implement the propose work plan. We will submit the findings from the Stage I work in a timely manner and file the Stage II plan based on these findings.

Thank you for your cooperation. Please acknowledge by email or letter.

Bob Allen
Safety & Environmental Solutions, Inc.
505-397-0510
505-390-7063 Cell

Martin, Ed, EMNRD

To: Jerri Lee
Subject: RE: Mack Energy Monsonto 30 State #4

Extension approved.

Ed Martin
New Mexico Oil Conservation Division
Environmental Bureau
1220 S. St. Francis
Santa Fe, NM 87505
Phone: 505-476-3492
Fax: 505-476-3462
email: ed.martin@state.nm.us

-----Original Message-----

From: Jerri Lee [mailto:office@sesi-nm.com]
Sent: Thursday, February 23, 2006 2:07 PM
To: Martin, Ed, EMNRD
Cc: Johnny Knorr
Subject: Mack Energy Monsonto 30 State #4

This e-mail is to request an extension for the Stage 1 Abatement Plan for the Monsanto 30 State #4 from February 28, 2006 to March 15, 2006. Please let me know if this is acceptable.

Thank you,

Jerri Lee
Administrative Assistant