

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cabinet Secretary

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

Chesapeake Energy Corporation Attn: Brad Blevins 5014 Carlsbad Highway Hobbs NM 88240 May 24, 2005

Reference: Brushy 12 Federal 001

N-12-26s-29e

30-015-25416

Operator,

A Site Investigation, Remediation Activities and Closure Proposal has been submitted for the remediation project at the above referenced well site by your agent, Environmental Plus, Inc.

The proposal's intent is to define procedures to be performed that will isolate and prevent the migration of chlorides and any other contaminants that may be present into any water aquifer or body.

The proposal is accepted as presented with the following stipulations:

The NMOCD District 2 office be notified 24 hours prior to commencement of any remediation activities.

The NMOCD District 2 office be notified 24 hours prior to any samples being obtained where analysis of such samples are to be submitted to the NMOCD.

Upon completion of remediation project, a plastic liner/barrier be utilized in the construction of the tank battery and that the tank battery be constructed in such a manner as to prevent any possible future releases from impacting the area.

Procedures are subject to change if conditions at site warrant such during the project.

Acceptance or approval of work plan/proposal does not relieve the operator of liability should their operations fail to adequately investigate and remediate contamination that may pose a threat to ground water, surface water, human health or the environment. Acceptance or approval does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

It is my understanding that approval of this proposal has been received from BLM. If I can be of assistance, my contact information is listed below.

Mike Bratcher

NMOCD District 2 1301 W. Grand Ave. Artesia, NM 88210

(505) 748-1283 Ext. 108

Mile Brenkhen

(505) 626-0857

mbratcher@state.nm.us