1Q 2020

SVE Report





April 30, 2020

Mr. Cory Smith New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410

RE: Quarter 1 2020 - Solar SVE System Update
Hilcorp Energy Company
Bell Federal GC B #1
San Juan County, New Mexico
API # 30-045-09772
Incident # NCS1729355513

Dear Mr. Smith:

LT Environmental, Inc. (LTE), on behalf of Hilcorp Energy Company (Hilcorp), presents the following quarterly summary report discussing the solar soil vapor extraction (SVE) system performance at the Bell Federal GC B #1 natural gas production well (Site).

The solar SVE system was installed on January 16, 2018, to remediate subsurface soil impacts following an act of vandalism, resulting in the release of approximately 58 barrels (bbl) of condensate. SVE installation, soil sampling, and delineation activities are summarized in earlier reports submitted to the New Mexico Oil Conservation Division (NMOCD) on February 28, 2018, May 3, 2018, April 12, 2019, July 29, 2019, and January 29, 2020.

The solar SVE system consists of a 1/3 horsepower blower capable of producing 22 cubic feet per minute (cfm) at 29 inches of water column vacuum. The blower is powered by four 12-volt deep cycle batteries that are charged throughout the day via three solar panels with a nominal maximum power output of 915 watts. The blower runs off a timer that is scheduled to maximize runtime that coincides with the seasonally available solar recharge, typically 10 hours in the winter and 12 hours in the summer for Farmington, New Mexico. Between startup, January 16, 2018, and the last site visit on March 10, 2020, there have been 784 days of operation, with an estimated 8,154 total hours of available nominal daylight in which the solar SVE system should be in operation. Of the available runtime of 9,233 hours since installation, the system has an actual runtime of 8,939 hours, for an overall 96.8 percent (%) runtime efficiency. Below is a table of SVE runtime in comparison with nominal available daylight hours, per month, according to the National Oceanic and Atmospheric Administration's National Weather Service.



Time Period	January 16, 2018 to December	December 17, 2019 to December	January 2020	February 2020	March 1, 2020 to March 10,
	16, 2019	31,2019			2020
Days	699	15	31	29	10
Avg. Nominal Daylight Hrs	12	9	10	10	11
Available Runtime Hrs.	8,388	135	310	290	110

Total Available Daylight Runtime Hours 9,233
Actual Runtime Hours 8,939
% Runtime 96.8%

An initial air sample was collected on January 24, 2018, from the solar SVE system discharge exhaust stack. Subsequent air samples have been collected quarterly (Table 1) with the last sample collected on March 10, 2020. No air sample was collected during the second quarter of 2018, due to a change in operator from XTO Energy to Hilcorp, and no air sample was collected during the fourth quarter 2018 due to additional delineation in January 2019.

Samples were collected in Tedlar® bags and submitted to Hall Environmental Analysis Laboratory of Albuquerque, New Mexico for analysis of benzene, toluene, ethylbenzene, and total xylenes (BTEX) by United States Environmental Protection Agency (EPA) Method 8021, and total volatile petroleum hydrocarbons (TVPH) via EPA Method 8015. Laboratory analytical results are summarized in Table 1, with complete laboratory reports included as Attachment 1. Overall benzene concentrations have decreased since the solar SVE system installation from 280 micrograms per liter (μ g/L) to 120 μ g/L.

Since the solar SVE system installation, a total of approximately 56.1 gallons of liquid phase separated hydrocarbons (PSH) have been recovered from the SVE wells and liquid-vapor separator tank. Based on the air sample data collected to date, the estimated mass air emissions were calculated using air sample analytical results and exhaust flowrates (Table 2). The impacted mass source removal via the solar SVE system to date is an estimated 8,327 pounds of TVPH. Including the PSH and vapor phase hydrocarbons, an estimated total of 1,399 gallons or 33.3 bbl of PSH and air equivalent condensate has been recovered to date.

During the upcoming 2nd quarter 2020 of operations, Site visits will resume on a bi-weekly basis by Hilcorp and LTE personnel to ensure 90% runtime efficiency continues and that any maintenance issues are addressed. The average nominal daylight hours will increase through the 2nd quarter, so the blower operation hours will be adjusted accordingly. An air sample will be collected in the 2nd quarter and analyzed for BTEX by EPA Method 8021 and TVPH by EPA Method 8015. In addition, the annual sampling event will be conducted in the 2nd quarter and will include analysis for the full list of volatile organic compounds (VOCs) by EPA Method 8260 and oxygen/carbon dioxide by American Society for Testing and Materials (ASTM) Method D1946. An updated quarterly report with sample results, runtime, and mass source removal will be submitted under separate cover.



LTE appreciates the opportunity to provide this report to the NMOCD. If you have any questions or comments regarding this work plan, do not hesitate to contact me at (970) 385-1096 or via email at dburns@ltenv.com or Jennifer Deal at (505) 324-5128 or at ideal@hilcorp.com.

Sincerely,

LT ENVIRONMENTAL, INC.

Danny Burns Project Geologist Ashley Ager, M.S., P.G. Senior Geologist

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cc: Jennifer Deal, Hilcorp Energy Company

Attachments:

Table 1 – Air Sample Analytical Results

Table 2 – Soil Vapor Extraction System Recovery & Emissions Summary

Attachment 1 – Analytical Laboratory Reports



TABLE 1 AIR SAMPLE ANALYTICAL RESULTS

BELL FEDERAL GC B#1 SAN JUAN COUNTY, NEW MEXICO HILCORP ENERGY COMPANY

Sample ID	Sample Date	Vapor (ppm)	Benzene (μg/L)	Toluene (μ/L)	Ethyl- benzene (μg/L)	Total Xylenes (μg/L)	TVPH (μg/L)
Bell Fed GC B#1 SVE	1/24/2018	1,435	280	200	5.0	38	30,000
Stack Exhaust 01	8/17/2018	1,873	160	380	21	320	18,000
SVE Effluent	3/22/2019	1,607	490	920	24	480	NA
Influent 6/18	6/18/2019	1,026	72	270	27	290	NA
Bell Fed 9/25	9/25/2019	1,762	220	480	21	440	35,000
Influent 12/16	12/16/2019	1,902	130	840	21	220	22,000
Bell Fed 3/10/20	3/10/2020	1,171	120	380	19	330	31,000
	Percent change	-18%	-57%	90%	280%	768%	3%

NOTES:

μg/L - micrograms per liter

NA - not analyzed

ppm - parts per million

TVPH- total volatile petroleum hydrocarbons

Italics denote that the laboratory method detection limit was used for calculations for a non-detected result



TABLE 2 SOIL VAPOR EXTRACTION SYSTEM RECOVERY & EMISSIONS SUMMARY

BELL FEDERAL GC B#1 SAN JUAN COUNTY, NEW MEXICO HILCORP ENERGY COMPANY

Sample Information and Lab Analysis

Date	Total Flow (cf)	Delta Flow (cf)	PID (ppm)	Benzene (μg/L)	Toluene (μg/L)	Ethyl- benzene (μg/L)	Total Xylenes (μg/L)	TVPH (μg/L)
1/24/2018	164,400	164,400	1,435	280	200	5	38	30,000
8/17/2018	2,059,584	1,895,184	1,873	160	380	21	320	18,000
3/22/2019	6,554,304	4,494,720	1,607	490	920	24	480	NA
6/18/2019	12,009,024	5,454,720	1,026	72	270	27	290	NA
9/25/2019	17,848,704	5,839,680	1,762	220	480	21	440	35,000
12/16/2019	17,848,704	5,839,680	1,902	130	840	21	220	22,000
3/10/2020	28,575,504	10,726,800	1,171	120	380	19	330	31,000
		Average	1,539	210	496	20	303	27,200

Vapor Extraction Calculations

Date	Flow Rate (cfm)	Benzene (lb/hr)	Toluene (lb/hr)	Ethyl- benzene (lb/hr)	Total Xylenes (lb/hr)	TVPH (lb/hr)
1/24/2018	40	0.0419	0.0299	0.0007	0.0057	4.4921
8/17/2018	12	0.0072	0.0171	0.0009	0.0144	0.8086
3/22/2019	16	0.0293	0.0551	0.0014	0.0287	NA
6/18/2019	16	0.0043	0.0162	0.0016	0.0174	NA
9/25/2019	14	0.0115	0.0252	0.0011	0.0231	1.8343
12/16/2019	16	0.0078	0.0503	0.0013	0.0132	1.3177
3/10/2020	20	0.0090	0.0284	0.0014	0.0247	2.3209
Average	19	0.0159	0.0317	0.0012	0.0182	2.1547

Pounds Extracted Over Total Operating Time

Date	Total Operational Hours	Delta Hours	Benzene (lbs)	Toluene (lbs)	Ethyl- benzene (lbs)	Total Xylenes (lbs)	TVPH (lbs)	TVPH (tons)
1/24/2018	68.5	69	2.9	2.1	0.1	0.4	308	0.2
8/17/2018	2,632	2,564	18.4	43.8	2.4	36.9	2,073	1.0
3/22/2019	4,682	2,050	60.2	112.9	2.9	58.9	NA	NA
6/26/2019	5,682	1,000	4.3	16.2	1.6	17.4	NA	NA
9/25/2019	6,952	1,270	14.6	31.9	1.4	29.3	2,330	1.2
12/16/2019	7,943	991	7.7	49.9	1.2	13.1	1,306	0.7
3/10/2020	8,939	996	8.9	28.3	1.4	24.6	2,312	1.2
A	vg. Mass Extrac	ted Per Period	16.7	40.7	1.6	25.8	1,666	0.8
	Total Mass Exti	racted to Date	117.1	285.1	11.1	180.5	8,328	4.2

NOTES

cf - cubic feet

cfm - cubic feet per minute

lbs - pounds

lb/hr - pounds per hour μ g/L - microgram per liter

NA - not analyzed

PID - photoionization detector

ppm - parts per million

TVPH - total volatile petroleum hydrocarbons

 $Italics\ denote\ that\ the\ laboratory\ method\ detection\ limit\ was\ used\ for\ calculations\ for\ a\ non-detected\ result$







Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109 TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

March 24, 2020

Clara Cardoza HILCORP ENERGY PO Box 4700 Farmington, NM 87499

TEL: (505) 564-0733

FAX

RE: Bell Federal OrderNo.: 2003511

Dear Clara Cardoza:

Hall Environmental Analysis Laboratory received 1 sample(s) on 3/11/2020 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to www.hallenvironmental.com or the state specific web sites. In order to properly interpret your results, it is imperative that you review this report in its entirety. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. When necessary, data qualifiers are provided on both the sample analysis report and the QC summary report, both sections should be reviewed. All samples are reported, as received, unless otherwise indicated. Lab measurement of analytes considered field parameters that require analysis within 15 minutes of sampling such as pH and residual chlorine are qualified as being analyzed outside of the recommended holding time.

Please don't hesitate to contact HEAL for any additional information or clarifications.

ADHS Cert #AZ0682 -- NMED-DWB Cert #NM9425 -- NMED-Micro Cert #NM0901

Sincerely,

Andy Freeman

Laboratory Manager

andyl

4901 Hawkins NE

Albuquerque, NM 87109

Analytical Report

Lab Order **2003511**

Hall Environmental Analysis Laboratory, Inc.

Date Reported: 3/24/2020

CLIENT: HILCORP ENERGY Client Sample ID: Bell Fed 3/10/20

 Project:
 Bell Federal
 Collection Date: 3/10/2020 1:40:00 PM

 Lab ID:
 2003511-001
 Matrix: AIR
 Received Date: 3/11/2020 8:05:00 AM

Analyses	Result	RL Qu	al Units	DF	Date Analyzed
EPA METHOD 8015D: GASOLINE RANGE					Analyst: NSB
Gasoline Range Organics (GRO)	31000	500	μg/L	100	3/20/2020 9:36:56 AM
Surr: BFB	167	53-256	%Rec	100	3/20/2020 9:36:56 AM
EPA METHOD 8021B: VOLATILES					Analyst: NSB
Benzene	120	10	μg/L	100	3/20/2020 9:36:56 AM
Toluene	380	10	μg/L	100	3/20/2020 9:36:56 AM
Ethylbenzene	19	10	μg/L	100	3/20/2020 9:36:56 AM
Xylenes, Total	330	20	μg/L	100	3/20/2020 9:36:56 AM
Surr: 4-Bromofluorobenzene	105	81.6-133	%Rec	100	3/20/2020 9:36:56 AM

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- $ND \qquad Not \ Detected \ at \ the \ Reporting \ Limit$
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix

- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109

TEL: 505-345-3975 FAX: 505-345-4107

Website: www.hallenvironmental.com

Sample Log-In Check List

HILCORP ENERGY FAR Client Name: Work Order Number: 2003511 RcptNo: 1 Mayain beforeute Received By: Erin Melendrez 3/11/2020 8:05:00 AM Completed By: Yazmine Garduno 3/11/2020 3:28:58 PM Reviewed By: JR 3/12/20 **Chain of Custody** 1. Is Chain of Custody sufficiently complete? Yes 🗸 No 🗌 Not Present 2. How was the sample delivered? Courier Log In 3. Was an attempt made to cool the samples? Yes 🗸 No 🗌 NA 🗌 No V 4. Were all samples received at a temperature of >0° C to 6.0°C Yes NA 🗌 Not required Sample(s) in proper container(s)? Yes 🗸 No 🗌 6. Sufficient sample volume for indicated test(s)? Yes 🗸 No 🗌 7. Are samples (except VOA and ONG) properly preserved? No 🗌 Yes 🗸 8. Was preservative added to bottles? Yes 🗌 No V NA 🗌 9. Received at least 1 vial with headspace <1/4" for AQ VOA? No 🗌 Yes NA 🗸 10. Were any sample containers received broken? Yes 🗆 No 🗸 # of preserved bottles checked 11. Does paperwork match bottle labels? Yes 🗸 No 🗌 for pH: (Note discrepancies on chain of custody) (<2 or >12 untess noted) Adjusted? 12. Are matrices correctly identified on Chain of Custody? No 🗌 Yes 🗸 13. Is it clear what analyses were requested? No 🗌 Yes 🗸 Checked by: DAD 3/12/7 14. Were all holding times able to be met? Yes 🗸 No 🗌 (If no, notify customer for authorization.) Special Handling (if applicable) 15. Was client notified of all discrepancies with this order? No 🗌 Yes NA 🗸 Person Notified: Date By Whom: Via: eMail Phone Fax In Person Regarding: Client Instructions: 16. Additional remarks: 17. Cooler Information Cooler No Temp °C Condition Seal Intact | Seal No Seal Date Signed By NA

HillCorp Project Name	Chain-of-Custody Record	Turn-Around Time:	HALL ENVIRONMENTAL
### Project Name: Closs			ANALYSTS LABORATORY
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		Cooler Temp(including CF): W/A	etho y 83 b Me k, <i>h</i> OA)
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