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

Revised October 10, 2003

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

Form C-141

Release Notification and Corrective Action												
30-045-30371						OPERATOR Initial Report			\boxtimes	Final Report		
Name of Co	mpany: X	TO Energy,				Contact: Jan	nes McDaniel					
		00, Aztec, N			· · · · · · · · · · · · · · · · · · ·	Telephone N	No.: (505) 333-3	701				
Facility Nar	ne: State C	Gas COM M	#1B (30-	045-30371)		Facility Typ	e: Gas Well					
Surface Ow	ner: State			Mineral (Owner:				Lease 1	No.:		
				LOC	ATION	N OF REI	LEASE					
Unit Letter K	Section 16	Township 31N	Range 12W	Feet from the 1755		South Line FSL	Feet from the 1940	1	Vest Line FWL	County San Juan		
	Latitude: 36.89676 Longitude: -108.10378 RCVD DEC 22'11 OIL CONS. DIV. NATURE OF RELEASE										1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
Type of Rele	ase: Produc	ed Water/Con	densate	INA	UKE		Release 8.3 BB	ī	Volume I	Recovered:	None	
		ing Production					our of Occurrence			Hour of Dis		
						12/14/11 -	8:00		12/14/11			
Was Immedia	ate Notice (Yes [No ⊠ Not R	equired	If YES, To Brandon Po						
By Whom?						Date and H	lour:					
Was a Water	course Read	ched?					lume Impacting t	he Wate	ercourse.			
			Yes 🗵	No								
If a Watercou	irse was Im	pacted, Descri	be Fully.*	:								
		em and Remed										
A corrosion h	iole formed	in the bottom	of the pro	duction tank at t	his site, l	eaking appro	ximately 5 inches	of fluid	ds. There v	was an estim	ated 5 i	nches of
2011 when the	er in ine pr	oduction tank	tne iast tii remaining	ne the tank was g	gaugea, a le the tan	ina no produc ik was draine	ed water was fou d, and the tank wa	na on a s remov	ved and ret	naired The	site wa	s then ranked
pursuant to th	ie NMOCD	Guidelines fo	r the Rem	ediation of Leak	s. Spills	and Releases.	The site was ran	iked a 3	0 due to a	wash at less	than 20	00 feet from
the location,	and an estir	nated depth to	groundwa	ater of less than 1	00 feet,	but greater th	an 50 feet. This s	set the c	losure stan	dards to 100	ppm T	PH, 10 ppm
benzene, and												
Describe Are	a Affected	and Cleanup A	Action Tak	en.*								
On 12/15/201	1, Nelson l	Regevitation v	vas on-site	to perform a spi	ll assessr	ment after the	production tank	had been	n removed.	. A sample v	was col	lected from
the surface be	encath the t	ank, and a san	iple was c	offected from app	oroximat comple	ely 2 below	ground surface (E ts of 3,603 ppm,	while th	iere the tan	rom 2' RGS	Bom S	amples were
1.2 ppm. It v	vas determi	ned that excay	ation wou	ld be necessary t	o a denth	of approxim	ately 2'. On 12/1	6/2011.	. Nelson Re	evegitation v	vas on-	site to
oversee excav	vation activ	ities The spil	l area was	excavated to ext	ents of a	pproximately	15' x 15' x 2' de	ep, whe	ere a compo	osite sample	was co	llected of the
excavated are	a. The sam	iple was analy	zed for D	RO/GRO via US	EPA Me	thod 8015, an	d for benzene and	d BTEX	l via USEP	A Method 8	021. T	he sample
							cessary. Approxi					
		posal, and ma r your reference		brought in from	Four Cor	rners Materia	for backfill. All	applica	ible field n	otes, anaiytic	cai resu	its and dills
				is true and com	olete to th	ne best of my	knowledge and u	ndersta	nd that pur	suant to NM	OCD r	ules and
regulations al	l operators	are required to	report ar	d/or file certain	release n	otifications a	nd perform correc	tive act	ions for rel	leases which	may e	ndanger
public health	or the envi	ronment, The	acceptanc	e of a C-141 rep	ort by the	e NMOCD m	arked as "Final R	eport" d	loes not rel	lieve the ope	rator of	f liability
							on that pose a thr					
				سعارين الإم		oes not reliev	e the operator of	respons	ibility for c	compliance v	vith ang	y otner
rederal, state,	federal, state, or local laws and/or regulations OIL CONSERVATION DIVISION											
			/	P. ESP.	Mo	A's	OIL CON	<u>SLIC v</u>	AIION	DIVIDIO	<u>)11</u>	
Signature:	Signature:											
Printed Name	v Iomas M	cDaniel, CHM	/ NA#15670	156	7/ 3	Approved by	District Supervise	or:(\	Sallf	D Kol		
Timedivanie	. James M	Daniel, Criv	101 #13070	Age C			. 1 .	- 70		1-1900	X	
Title: EH&S	Supervisor	·		BANNIN NAM		proval Dat	e: \/10/201 /	<u> </u>	Expiration	Date:	<u>U</u>	
E-mail Addre	ess: James_	McDaniel@xt	oenergy.c	om 16,	2016	Conditions of	Approval:			Attached		
Date: 12/21	/2011		Ph	one: 505-333-37	01							



Nelson Revegetation On-Site Form

Well Name STATE GAS COM MIJB API# 30-045. 30371								
	Section 16 Township N Range Dw County Sax Jun							
	Spill Amount 8 bbls Spilled (Oil / Produced Water / Other PROD WATER)							
		Use (Grazing劇Res劇ential / Tribe @	_					
		Site Ranking 1000 NM	\					- '
		Site Railking 1 200 10 Miles		TI Closure	Standard	· · · · · · · · · · · · · · · · · · ·		
	Sample Location Sample Location							
Sample Lo					Sample Loca	on		
Comments						,		,
				Meth	od 418.1			
Time	Sample #	Description	Wt	Reading	Dilution	ТРН	VOC	Lab Analysis
7 40	1	GRAR SAMPLE FROM TK AREA					3603	
		THEAD STATES						
				 				-
	1							
	1							
							<u> </u>	
Nai	me Josh	KIRCHNER			Sign			-
, 141	<u> </u>	10 mm l) 50°	11<		5.5.	Page 1 c	. 7	
		Date <mark>])-15-11</mark> Time On-Site_0	<u> </u>	Γime Off-Si	te	Page <u>I</u> c	of <u></u>	



Nelson Revegetation On-Site Form

Well Name STATE GAS 60	M; _	M#1B	_ API#3	30 045	-3037	<u>(</u>
Section 6 Township 31	₽Ra	ange Du	County	SAN	Som	
Spill Amount bbls Spilled (Oil / Pro	oduced Wa	ter / Other_	Produža	WARR	<u>()</u>
Land Use (Grazing / Residential / Tribe	RAZINO) Exca	vation_15	_x_/5	x Z	_Deep
Site Ranking 20 NM					···	
		,	Ī	1 -		
PROP BAT BAT			Sample Lope	1 .	PROP	Bart
(com)				 	15—	
			~	-		,
Sample Location		\	Sample Loca	i —	U 1	2
Comments						
	,	Meth	od 418.1			
Time Sample # Description	Wı	Reading	Dilution	TPH	VOC	Lab Analysis
16:5 CONF SAMAE						50) / 80 2/
	 					
				· · · · · · · · · · · · · · · · · · ·		
Name JOSH KIRCHNER			Sign	2		
Name JOSH KIRCHNER Date 12-16-4 Time On-Site 11	u<	c: 0.66 0.	. 167A	Do 2		
Date 1000 Time On-Site 10	1 <u>J</u>	ime Off-Si	1030	rage — ()1	•



EPA METHOD 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Client:	хто	Project #:	98031-0528
Sample ID:	Confirmation	Date Reported:	12-20-11
Laboratory Number:	60657	Date Sampled:	12-16-11
Chain of Custody No:	13085	Date Received:	12-16-11
Sample Matrix:	Soil	Date Extracted:	12-16-11
Preservative:	Cool	Date Analyzed:	12-19-11
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid

Waste, SW-846, USEPA, December 1996.

Comments:

State Gas Com M #1B

Analyst

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc.com



EPA Method 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Quality Assurance Report

Client:	QA/QC	Project #:	N/A
Sample ID:	12-19-11 QA/QC	Date Reported:	12-20-11
Laboratory Number:	60625	Date Sampled:	N/A
Sample Matrix:	Methylene. Chloride	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	12-19-11
Condition:	N/A	Analysis Requested:	TPH

	√l-Call Date	I≟CálìRF:	C-CallRF: %	6 Difference	Accept.:Range
Gasoline Range C5 - C10	40896	9.996E+02	1.000E+03	0.04%	0 - 15%
Diesel Range C10 - C28	40896	9.996E+02	1.000E+03	0.04%	0 - 15%

Blank Conc. (mg/L = mg/Kg)	Concentration: 4	Detection Limit
Gasoline Range C5 - C10	0.2	0.2
Diesel Range C10 - C28	0.2	0.1

Duplicate Conc. (mg/Kg)	Sample -	Duplicate	::- % Difference):	
Gasoline Range C5 - C10	ND	ND	0.00%	0 - 30%
Diesel Range C10 - C28	32.8	32.9	0.25%	0 - 30%

Spike(Conc. (mg/Kg)	. Sample:	Spike Added	∦Spike Result⊱	%Recovery	Accept: Range)
Gasoline Range C5 - C10	ND	250	246	98.3%	75 - 125% .
Diesel Range C10 - C28	32.8	250	284	100%	75 - 125%

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid

Waste,

SW-846, USEPA, December 1996.

Comments:

QA/QC for Samples 60607-60611, 60625-60626, 60630 and 60657

Analyst

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc.com



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	XTO	Project #:	98031-0528
Sample ID:	Confirmation	Date Reported:	12-20-11
Laboratory Number:	60657	Date Sampled:	12-16-11
Chain of Custody:	13085	Date Received:	12-16-11
Sample Matrix:	Soil	Date Analyzed:	12-19-11
Preservative:	Cool	Date Extracted:	12-16-11
Condition:	Intact	Analysis Requested:	BŤEX
		Dilution:	10

	Dilution:	10
Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)
Benzene	ND	4.5
Toluene	ND	4.5
Ethylbenzene	ND	4.5
p,m-Xylene	ND	4.5
o-Xylene	ND	4.5
Total BTEX	ND	

ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	95.9 %
	1,4-difluorobenzene	123 %
	Bromochlorobenzene	93.0 %

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

State Gas Com M #1B

Analyst



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	N/A		Project #:		N/A		
Sample ID:	1219BBLK QA/Q0		Date Reported:		12-20-11		
Laboratory, Number:	60657		Date Sampled:		N/A		
Sample Matrix:	Soil		Date Received:		N/A		
Preservative:	N/A	:	Date Analyzed: 12-		12-19-11		
Condition:	N/A	•	Analysis:		BTEX		
			Dilution:	1	10		
Calibrationvand	Leal RE	e cal RE	MAN ON DIFFERENCE	N Blank	E Chalacter		
Calibration and Detection Limits (ug/L)	a, lEcal RF. **2±*	G Cal RF Accept Rang	e 0;≱15%i ≇ ≨	Blank's *	Detect Limit		
	2 2863E+007	C-Cal.RF Accepti-Rang 2.2909E+007	e.0;:15%1.⊋ ⊈ 0.2%	Blank geone: ND	Limits 0.5		
4 Detection Limits (ug/L)		Accept Rang	e.0315% 2	Econor 14.	E. Limits		
Loetection Limits (ug/L)	2 2863E+007	Accept Rang 2.2909E+007	e.0 ₀ =15%。 0.2%	¥⊈€onc J.,.v ND	Umit 0.5		
Detection Limits (ug/L)) Benzene Toluene	2 2863E+007 2.3841E+007	Accept: Rang 2.2909E+007 2.3888E+007	e.0≘15% 0.2% 0.2%	ND ND	0.5 0.5 0.5		

Duplicate Conc. (ug/Kg)	Sample)\;;\;\;\Dù	plicaters \$	%%Diff/#	ZAccept Range	Detect: Limit / A
Benzene	ND	ND	0.0%	0 - 30%	4.5
Toluene	ND	ND	0.0%	0 - 30%	4.5
Ethylbenzene	ND	ND	0.0%	0 - 30%	4.5
p,m-Xylene	ND	ND	0.0%	0 - 30%	4.5
o-Xylene	ND	ND	0.0%	0 - 30%	4.5

Spike Conc. (ug/Kg)	Sample Amo	unt Spiked Spik	ed Sample 33.%	Recovery.	Accept Range 机汽	
Benzene	ND	500	485	96.9%	39 - 150	
Toluene	ND	500	470	94.0%	46 - 148	
Ethylbenzene	ND	500	471	94.1%	32 - 160	
p,m-Xylene	ND	1000	947	94.7%	46 - 148	
o-Xylene	ND	500	473	94.6%	46 - 148	

ND - Parameter not detected at the stated detection limit.

Dilution: Spike and spiked sample concentration represent a dilution proportional to sample dilution.

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996

Comments:

QA/QC for Samples 60607-60608, 60610-60611, 60630 and 60657

Analyst

CHAIN OF CUSTODY RECORD

Client:			} -	Project Name / Location: STATE GIAS COM M# 13								Α	NAL.	YSIS.	/ PAI	RAM	ETER	าร										
Email results to: SAMES MC. Client Phone No.: 787	DANIÉ L	-	Sampler Name:					BTEX (Method 8015) BTEX (Method 8021) VOC (Method 8260) RCRA 8 Metals			tals	on		lon	no	Lo	LO.				F.	10-1					0	act
787	0519		98031	- 052	No./Volume of Containers HgCl2 Hcl		Metho	(Meth		(Met	(Meth	(Metf	(Meth	(Meth	(Meth	(Meti	8 Me	/ Ani		with	ple 9	418.1	RIDE			le Cool	e Inta	
Sample No./ Identification	Sample Date	Samp Time	l Lab No.				T	tive	TPH (I	втех) 000	RCRA 8 Metals	Cation / Anion	RCI	TCLP with H/P	CO Table 910-1	TPH (418.1)	CHLORIDE			Sample	Sample Intact						
CONFIRMATION	12-16	165	00057	1 402			,	1-00 1-00	1												¥	Υ_						
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Relinquished by: (Signature)				Date	Time	Recei						[1				Date	Ti	me						
Relinguished by: (Signature)				12-K	1640	Recei	ved t	v: (Si	ZV gnati	ıre)	K	Je_								12.16	1.6	40						
						;		y. (O						· Marie Carlo			·											
Sample Matrix Soil Solid Sludge	Aqueous.□	Othe	r 🗆																									
☐ Sample(s) dropped off after	hours to sec	cure dròi	p off area.	3	PN V And	Î Î C) t	₽ (] itory)			(*	2c	×	1	5											
5795 US Highway 6	4 • Farmingto	on, NM 8	37401 • 505-632-0615	• Three Spi	ings • 65	Mercad	do Stre	et, Su	uite 1	15, Du	rang	OXC.	2 813	òi • I	abor	atory	@eny	jjote d	ch-inc	.com								



Employee Signature

Industrial Ecosystems Inc.

#49 C.R. 3150 Aztec, NM 87410

Phone: 505-632-1782 • Fax: 505-632-1876

Customer	X	0				
Location Na	ime	afre	26	\subseteq	18	

Unit:
Employee (PC)
Contact: Ray Kick
Date. 12-16-16
PO#:

Billing Code:_ ☐ Jicarılla Apache Land ☐ Southern Ute Land LABOR HRS/UNITS RATE TOTAL **Equipment Operator** 41000.1 Hours/Day \$ Per hour/day \$ General Laborer 41000.1 Hours \$ Per hour \$ Project Manager 41000.1 Per hour Hours \$ \$ 41000.1 \$ \$ Per Diem **Hours** Per day/man Travel Time 41000.1 Hours \$ Per hour \$ EQUIPMENT 4wd Pickup 42000.1 Miles \$ Per mile \$ 12yd Dump Truck 42000.1 Hours \$ Per hour \$ 18yd Side Dump 42000.1 \$ Per hour \$ Hours Backhoe with Operator 42000.1 Per hour Hours \$ \$ Loader with Operator 42000.1 Per hour Hours \$ \$ **Excavator with Operator** \$ Per hour \$ 42000.1 Hours One Ton Truck Per hour/day 42000.1 Hours/Day \$ \$ Portable Pressure Wash 42000.1 Hours/Day Per hour/day \$ Portable Pres. Wash Unit 42000.1 Hours Per hour \$ \$ 80 Barrel Vacuum Truck 42000.1 Hours \$ Per hour \$ King Vac Truck with Crew 42000.1 Hours \$ Per hour \$ 42000.1 Skid Steer Hours \$ Per hour \$ \$ \$ 42000.1 Miles Per mile Mileage \$ 42000.1 \$ Per day SCBA (Breathing Apparatus) Day \$ Per Refill \$ SCBA Refill 42000.1 Each LEL, O2, H2S Monitoring 42000.1 \$ Per day \$ Day **SERVICES** 45000.2 Per test Chloride Test Each 42100.1 Mobile Dewatering Hours/Day Per hour/day \$ \$ 42100.1 Mob/Demob Hours \$ Per hour \$ 45000.1 Monthly Maintenance Month \$ Per month \$ SUPPLIES Soap/Degreaser Gallons \$ Per gallon \$ Misc. Description: Each Per: \$ \$ Per yard Virgin Soil/Gravel 45500.2 Cubic yard \$ **DISPOSAL & MISC.** 44000.2 Disposal Fee (solids) Cubic yard Per yard Disposal Fee (liquids) Per barrel 44100.2 Per barrel \$ Facility Use Fee Each Each 42000.2 \$ **Sub Total** Comments. Tax

Customer Signature ______FOR BILLING INQUIRIES PLEASE CALL (505) 632-1782

Total /