

INFORMATION ONLY



*SOIL REMEDIATION SITE – SECTION 36, T19S - R34E
LEA COUNTY, NEW MEXICO*

*TRIPLE FIVE ENERGY RESOURCES, LLC
2700 POST OAK BLVD, SUITE 1000
HOUSTON, TEXAS 77056*

PH: 713-364-7822

ReGen Environmental

ReGen Environmental Consultants, LLC
820 W. Danforth, B-3
Edmond, Oklahoma 73003
Phone: 405-820-2069

Confidentiality Agreement

ReGen Environmental Consultants (ReGen) has developed this proposal to provide Triple Five Energy Resources, LLC with the scope of work, procedures, and pricing for soil sampling & excavation for the spill site referred to; SECTION 36, 19S – R34E, Lea County, New Mexico.

This proposal contains confidential pricing information for Triple Five Energy Resources, LLC only.

This proposal was created using information obtained from an onsite inspection of the spill site located 1,016' south of the Jamaica State Well owned by Triple Five Energy Resources, LLC. Information from this inspection was used to provide estimated cost for TPH and Chloride sampling of the soil, excavating, and disposal of the contaminated soil at a location to be determined by Triple Five Energy Resources, LLC.

ReGen Environmental Consultants pricing proposal includes specific parameters on pricing, labor, equipment, and materials which will be used during the sampling and soil testing process. While these parameters are not proprietary, the terms of this proposal are confidential, and will be considered as such before, during, and after the execution of the agreement.

If ReGen Environmental Consultants is requested by Triple Five Energy Resources, LLC Oil to consider additional work outside these parameters, a new proposal will be generated with revised pricing. In accordance to the terms of this proposal, any and all supplemental proposals will be considered confidential and/or proprietary and not be disclosed to any person or parties outside Triple Five Energy Resources, LLC without the prior written consent of an authorized representative of ReGen Environmental Consultants, LLC.

Scope of Work – Sec 36, T19S – R34E, Lea County, NM



SOIL REMEDIATION SCOPE OF WORK:

1. Transport equipment, mobile lab, vehicles, and labor to location, Section 36, T19S –R34E.
2. Initiate sampling and excavation in the spill area that measures approximately 109' by 26' and is sub-sectioned into (4) four areas by definition due to the river effect the flow of the oil and saltwater gravitated.
3. Sample and excavate in 6" increments as determined by lab analysis and approval by an authorized representative of Triple Five Energy Resources, LLC. The depth of the contamination has not been completely defined, but preliminary digging indicated approximately 18" – 36" in depth in the (3) locations dug during the inspection.
4. Continue sampling and exaction until the area is either contamination free or Triple Five Energy Resources, LLC has been approved to discontinue excavation by the New Mexico Land Office.
5. Once excavation has completed, the excavation site will remain open until back-fill has been approved by Triple Five Energy Resources, LLC.
6. All excavated soil to be stock-piled at an approved containment location that has been lined with an approved plastic liner; unless ReGen has been authorized to begin soil removal, disposal, or burial of the contaminated soil by Triple Five Energy Resources, LLC.
7. After the excavation site has been approved for backfill, ReGen will fill the excavated area with material generated from a site designated with natural habitat soil; no caliche or rock will be used to backfill. All backfill material used must be approved by Triple Five Energy Resources, LLC.
8. The site has been designated as protected and contains vegetation and wildlife listed on the New Mexico protected species list. All precautions will be used by ReGen Environmental Resources, LLC to minimize destruction to all natural habitat and will work to ensure the land is restored back to its original state at completion of the project.

Project Cost Forecast

Sampling and Testing Summary

ReGen Environmental Consultants, LLC has contracted with Triple Five Energy Resources, LLC to conduct soil remediation and analytical testing. The purpose of this remediation and testing is to excavate and remove contaminated soil from the location known as Section 36, T19S – 34E, Lea County, New Mexico.

Sampling, testing, and remediation is being bid as a day rate plus certified lab analysis costs. Disposal, back-fill soil, and transportation costs will be contracted by Triple Five Energy Resources, LLC. The daily rate is the hard cost expense for vehicles, equipment, and labor incurred by ReGen Environmental Consultants, LLC. The disposal cost have been included on this proposal only as a reference to outlining all proposed remediation cost to the client.

FACTOR: 27 square feet of soil = 1 yard of soil

The estimated area for excavation is: 109' X 26' = 2,834 SQ FT divided by 27 = 105 yards of excavated contaminated soil per foot; estimated soil amount 315 yards

LABOR	QTY	HOURLY RATE	HOURS	CHARGE
Project Manager	1	\$85.00	11	\$935.00
Machine Operator	1	\$46.00	11	\$506.00
Laborer	1	\$33.00	11	\$363.00
Hotel & Per Diem	3	\$190.00		\$570.00
Vehicles & Equipment	QTY	HOURLY RATE	HOURS	CHARGE
Backhoe	1	\$48.00	10	\$480.00
Dodge 3500 Truck	1	\$25.00	11	\$275.00
John Deere 544 & 10 YD Roll Off Dumpster	1	\$95.00	10	\$950.00
Mobile Lab & Equipment Trailer	1	\$45.00	8	\$360.00
Total Daily Rate				\$4,439.00
		DAILY RATE	EST. DAYS	COST
Estimated Job Duration		\$4,439.00	8	\$35,512.00
Associated Job Cost	QTY	ITEM COST		COST
Disposal – Actual Per Yard Cost	315	\$14.00		\$4,410.00
Backfill Soil	480	\$8.00		\$3,840.00
Independent Lab	30	\$120.00		\$3,600.00
Other Associated job Cost - Triple 5 Energy				\$11,850.00

TOTAL REMEDIATION JOB COST				\$47,362.00
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ReGen Contract Amount				
Daily Rate	8	\$4,439.00		\$35,512.00
Independent Lab	30	\$120.00		\$3,600.00
TOTAL REGEN CONTRACT AMOUNT				\$39,112.00

TERMS & CONDITIONS

- This proposal is based on information received from Triple Five Energy Resources, LLC and outlines the proposed scope and cost of work related to remediation, soil sampling, and testing for the location known as Section 36, T19S – R34E, in Lea County in the state of New Mexico.
- It is the responsibility of Triple Five Energy Resources, LLC to contact the land owner and gain permission to allow technicians from ReGen Environmental Consultants, LLC to gain access to the property for excavation, sampling, and testing.
- ReGen Environmental will perform all work associated with this agreement with ReGen Environmental Employees. In the event a sub-contractor to complete portions of work contain in this agreement would be required, Triple Five Energy Resources, LLC will be notified in writing prior to the commencement of work.
- ReGen Environmental will comply with, and use all standards established by the EPA, OSHA, or other applicable state regulatory agency requirements during the completion of scope of this project.
- The proposed cost is based on the outlined scope of work throughout the project. Changes to the scope of work, or the methods by which it is to be accomplished, will require re-evaluation of the projected costs outlined in this document. Changes to the subject property and/or work site conditions, may also result additional charges. Any additional charges for daily rate exceeding (8) days, must be approved by Triple Five Energy Resources, LLC prior to performing the task(s) involved. ReGen Environmental also must post proof of liability insurance.
- This agreement is being executed in good faith. As such, it can be amended and/or canceled at any time with NO notice given from either ReGen Environmental Consultants or Triple Five Energy Resources, LLC; unless work has begun then the full execution is necessary to satisfy this agreement.
- ReGen Environmental will submit a soil remediation plan that outlines completion estimates, soil disposal location and projections, backfill soil conditions, and detail instructions on building and regeneration of road to excavation plans.

FINANCIAL TERMS

- The cost for excavation, transportation, and testing based on (8) remediation days is \$39,112.00.
- The cost is based on a daily rate of \$4,439.00 for an estimated 8 days to excavate, remove, and dispose of 315 yards of contaminated soil. If the job should conclude prior to (8) days, the daily rate will be deducted from the final invoice. If excavation and back-fill exceeds (8) days, written approval from Triple Five Energy Resources, LLC will be required before further excavation will commence.
- Payment terms are as follows:
 - Prepayment of \$19,556.00 is due upon signing of this agreement.
 - These funds will be paid to ReGen Environmental Consultants, LLC prior to work beginning and the work will be carried out within 10 days of signing this agreement.
- Payment should be mailed or express mailed to: **ReGen Environmental**
820 W. Danforth Road, B-3
Edmond, Oklahoma 73003
- Balance is due 15 days net upon receiving the final report and statement.

Triple Five Energy Resources, LLC Approval

Print Name: _____ Signature: _____

Date: _____ Title: _____

ReGen Environmental Consultants, LLC Approval

Print Name: _____ Signature: _____