Received by OCD: 3/15/2023 7:28:09Pate of New MexicoPage 6Oil Conservation Division

| | Page 1 of | 1 |
|----------------|----------------|---|
| Incident ID | nAPP2214535072 | |
| District RP | | |
| Facility ID | | |
| Application ID | | |

Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

<u>Closure Report Attachment Checklist</u>: Each of the following items must be included in the closure report.

A scaled site and sampling diagram as described in 19.15.29.11 NMAC

Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)

Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)

Description of remediation activities

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.

| Printed Name: <u>Amber Groves</u> | Title: <u>Sr. Environmental Specialist</u> |
|--|--|
| Signature: MOUX HOR | Date: <u>3/15/2023</u> |
| email: <u>agroves@durangomidstream.com</u> | Telephone: <u>575-703-7992</u> |
| | |
| | |
| OCD Only | |
| | |

Received by: Jocelyn Harimon D

Date: 03/16/2023

Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.

| Closure Approved by: <u>Robert Hamlet</u> | Date: 7/26/2023 |
|---|--|
| Printed Name: Robert Hamlet | Title: Environmental Specialist - Advanced |

Received by OCD: 3/15/2023 7:28:09 PMPage 3Oil Conservation Division

| - | Page 2 of 5 |
|----------------|----------------|
| Incident ID | nAPP2214535072 |
| District RP | |
| Facility ID | |
| Application ID | |

Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

| What is the shallowest depth to groundwater beneath the area affected by the release? | | |
|---|--------------------------|--|
| Did this release impact groundwater or surface water? | (ft bgs) | |
| Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse? | | |
| | | |
| Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church? | 🗌 Yes 🛛 No | |
| Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes? | 🗌 Yes 🛛 No | |
| Are the lateral extents of the release within 1000 feet of any other fresh water well or spring? | | |
| Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh | 🗌 Yes 🛛 No | |
| water well field? | 🗌 Yes 🛛 No | |
| Are the lateral extents of the release within 300 feet of a wetland? | | |
| Are the lateral extents of the release overlying a subsurface mine? | ☐ Yes ⊠ No ☐ Yes ⊠ No | |
| Are the lateral extents of the release overlying an unstable area such as karst geology? | | |
| | | |
| Are the lateral extents of the release within a 100-year floodplain? | | |
| Did the release impact areas not on an exploration, development, production, or storage site? | Yes 🗌 No | |

Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.

Characterization Report Checklist: Each of the following items must be included in the report.

Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells.

Field data

Data table of soil contaminant concentration data

 \boxtimes Depth to water determination

Determination of water sources and significant watercourses within ¹/₂-mile of the lateral extents of the release

Boring or excavation logs

Photographs including date and GIS information

Topographic/Aerial maps

Laboratory data including chain of custody

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

| Page 4 Oil Conservation Division | Incident ID District RP | nAPP2214535072 |
|---|--|--|
| On Conservation Division | District RP | |
| | | |
| | Facility ID | |
| | Application ID | |
| Signature: Date: _3/15/202 email:agroves@durangomidstream.com Telephone: _(575)703- | rm corrective actions for relevente operator of liability sh surface water, human health ompliance with any other fea ironmental Specialist | eases which may endanger ould their operations have or the environment. In |
| OCD Only Received by: Jocelyn Harimon Date: 0 | 3/16/2023 | |

| Received_by OCD: 3/15/2023 | 7:28:09 PM ate of New Mexico |
|----------------------------|------------------------------|
| Page 5 | Oil Conservation Division |

| | Page 4 of | 51 |
|----------------|----------------|----|
| Incident ID | nAPP2214535072 | |
| District RP | | |
| Facility ID | | |
| Application ID | | |

Remediation Plan

| Remediation Plan Checklist: Each of the following items must be included in the plan. | | | |
|--|--|--|--|
| Detailed description of proposed remediation technique Scaled sitemap with GPS coordinates showing delineation points Estimated volume of material to be remediated Closure criteria is to Table 1 specifications subject to 19.15.29.12(C)(4) NMAC Proposed schedule for remediation (note if remediation plan timeline is more than 90 days OCD approval is required) | | | |
| Deferral Requests Only: Each of the following items must be confirmed as part of any request for deferral of remediation. | | | |
| Contamination must be in areas immediately under or around production equipment where remediation could cause a major facility deconstruction. | | | |
| Extents of contamination must be fully delineated. | | | |
| Contamination does not cause an imminent risk to human health, the environment, or groundwater. | | | |
| I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations. | | | |
| Printed Name:Amber Groves Title: _Sr. Environmental Specialist | | | |
| Signature: Date: <u>3/15/2023</u> | | | |
| email: <u>agroves@durangomidstream.com</u> Telephone: <u>(575)703-7992</u> | | | |
| | | | |
| OCD Only | | | |
| Received by: Jocelyn Harimon Date:03/16/2023 | | | |
| Approved in Approved with Attached Conditions of Approval Denied Deferral Approved | | | |
| Signature: Date: | | | |

Received by OCD: 3/15/2023 7:28:09Pate of New MexicoPage 6Oil Conservation Division

| | Page 5 of |
|----------------|----------------|
| Incident ID | nAPP2214535072 |
| District RP | |
| Facility ID | |
| Application ID | |

Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

<u>Closure Report Attachment Checklist</u>: Each of the following items must be included in the closure report.

A scaled site and sampling diagram as described in 19.15.29.11 NMAC

Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)

Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)

Description of remediation activities

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.

| Printed Name: <u>Amber Groves</u> | Title: <u>Sr. Environmental Specialist</u> | |
|--|--|--|
| Signature: MOUX HOR | Date: <u>3/15/2023</u> | |
| email: <u>agroves@durangomidstream.com</u> | Telephone: <u>575-703-7992</u> | |
| | | |
| | | |
| OCD Only | | |
| | | |

Received by: Jocelyn Harimon

Date: 03/16/2023

Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.

| Closure Approved by: | Date: |
|----------------------|--------|
| Printed Name: | Title: |

Durango Midstream, LLC Hnulik 6 Lateral #2 32.80203°, -104.33728° NMOCD Reference # nAPP2214535072 Terracon Project # AR227116



Attn: New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

RE: Amended Release Investigation and Closure Plan Hnulik 6 Lateral #2 Unit M, Section 25, Township 17 South, Range 26 East 32.80203°, -104.33728° Eddy County, New Mexico Terracon Project No. AR227116

To Whom it May Concern:

Terracon Consultants, Inc. (Terracon) is pleased to submit our amended Release Investigation and Closure Plan for the site referenced above. The Release Investigation and RAP were developed in accordance with the New Mexico Oil Conservation Division (NMOCD) regulations concerning clean-up actions required for releases of crude oil and produced water. The investigative response actions were taken as the result of a natural gas release from a corroded 6-inch lateral line. Based on the release investigation assessment, Terracon recommends that no further actions be taken at the site based on site conditions and in accordance with NMOCD regulations.

Action Items

Requested Changes

1) On February 10, 2023 the NMOCD requested maps depicting the location of background samples and that all samples be collected as grab samples. Terracon has provided an amended report with maps depicting the location of background samples and the amended data table showing all background samples were collected as grab samples.



Terracon appreciates this opportunity to provide environmental services to Durango Midstream LLC. Should you have any questions or require additional information, please do not hesitate to contact our office.

Sincerely, Terracon Consultants, Inc.

Senior Staff Scientist Office Manager - Carlsbad

Erin Lovd, P.G. (TX) Principa Office Manager – Lubbock

Responsive - Resourceful - Reliable

Page 7 of 51

Frontier Field Services, LLC Hnulik 6 Lateral #2 32.80203°, -104.33728° NMOCD Reference # nAPP2214535072 Terracon Project # AR227116



Attn: New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

RE: Release Investigation and Closure Plan Hnulik 6 Lateral #2 Unit M, Section 25, Township 17 South, Range 26 East 32.80203°, -104.33728° Eddy County, New Mexico Terracon Project No. AR227116

To Whom it May Concern:

Terracon Consultants, Inc. (Terracon) is pleased to submit our Release Investigation and Closure Plan for the site referenced above. The Release Investigation and RAP were developed in accordance with the New Mexico Oil Conservation Division (NMOCD) regulations concerning clean-up actions required for releases of crude oil and produced water. The investigative response actions resulted from a natural gas release from a corroded 6-inch lateral line. Based on the release investigation assessment, Terracon recommends that no further actions be taken at the site based on site conditions and in accordance with NMOCD regulations.

Action Items

Completed Actions

- 1) The line failure has been repaired and the release has ceased.
- 2) During the repair of the line, it was observed that residual river water leached into the excavation, and at that point, a C-141 was filed with NMOCD on 5/24/2022.
- 3) Terracon conducted soil removal activities in the area where the release occurred. In total 260 cubic yards of soil were excavated during remedial activities. Excavated material was stockpiled on-site atop a polyethylene liner pending waste characterization and disposal under an approved Form C-138. Excavated materials were disposed of at Lea Land Landfill.
- 4) Terracon conducted a background evaluation of soils greater than 50 feet outside of the release margins to establish chloride background levels at a site directly west of the site. Chloride concentrations appear to be naturally elevated in this area due to the natural accumulation of soil salinity resulting from the wetting and dry of chlorides within the Pecos River and from the rising and falling of the alluvial perched water. Based on the evaluation of the detected chloride concentrations evaluated utilizing the EPAs ProUCL calculator to determine 95% Upper Confidence Limit (UCL), the background chloride concentration for the area

Frontier Field Services, LLC Hnulik 6 Lateral #2 32.80203°, -104.33728° NMOCD Reference # nAPP2214535072



Page 9 of 51

is calculated to be 22,389 milligrams per kilogram (mg/kg) as displayed in Table 2 of Appendix B.

Variance Requested

1) Terracon is requesting on the behalf of Frontier Field Services (Frontier no further action status for this site based on background chloride concentrations in shallow soils in the area. The water observed within the excavation was determined to be residual river water that leached into the excavation and withdrew during the duration of remedial activities.

Terracon appreciates this opportunity to provide environmental services to Durango Midstream LLC. Should you have any questions or require additional information, please do not hesitate to contact our office.

Sincerely, Terracon Consultants, Inc.

Joseph Guesnier Senior Staff Scientist Office Manager - Carlsbad

Erin Loyd, P.G. (TX) Principal Office Manager – Lubbock

TABLE OF CONTENTS

| Incident Information | 2 |
|---|---|
| General Site Characteristics | 3 |
| Regulatory Framework and Response Action Levels | 4 |
| Soil Investigation Discussion | |
| Remedial Activities | |
| Analytical Results | 6 |
| Conclusion | 6 |

Attachments:

Appendix A – Exhibits

- Exhibit 1 Topo Map
- Exhibit 2 Site Location Map
- Exhibit 3 Chloride Confirmation Soil Sampling Map
- Exhibit 4 NMOSE POD Location Map
- Exhibit 5 Designated Wetland Area Map
- Exhibit 6 Cave Karst Public UCP Map

Appendix B – Tables, Procedures, and Figures

- Table 1 Soil Sample Analytical Results
- Table 2 Background Soil Sample Analytical Results
- Appendix C Photographic Log
- Appendix D Analytical Report and Chain of Custody
- Appendix E Initial Form C-141

Appendix F – Terracon Standard of Care, Limitation, and Reliance



Incident Information

The following table provides detailed information regarding the May 9, 2022 natural gas release at the Hnulik 6 Leak #2 site in Eddy County, New Mexico:

| Required Information | Site and Release information | | | | | |
|------------------------------|---|--|--|--|--|--|
| Responsible party | The facility is operated by Durango Midstream LLC | | | | | |
| Local contact | Contact: Ms. Amber Groves | P: (575)-703-7992 | | | | |
| | | E: agroves@durangomidstream.com | | | | |
| NMOCD Notification | Notice of the release was provid Ms. Amber Groves on April 13, | ed to the NMOCD District 2 Artesia Office by 2022. | | | | |
| | NMOCD Reference # nAPP22145350 |)72 | | | | |
| Facility description | Hnulik 6 Lateral #2 is in Eddy County, New Mexico. It is an area located within Unit M, Section 25, Township 17 South, Range 30 East, approximately 3.6 miles southeast of Artesia, New Mexico. The site is predominantly undeveloped native privately owned pastureland. | | | | | |
| Time of incident | May 9, 2022, discovered at app | roximately 2:30 p.m. | | | | |
| Discharge event | was discovered leaking to the s | The natural gas pipeline leak was caused by corrosion of the steel line and was discovered leaking to the surface during normal field inspections. The Site is illustrated in Exhibits 1 and 2 of Appendix A | | | | |
| Type of discharge | The documented natural gas rele pastureland site and is affected | ease occurred in open privately owned native at the surface to depth. | | | | |
| Quantity of spilled material | Total Fluids: 0 bbls Natural Gas: 21.34 Mcf | | | | | |
| Site characteristics | Relatively flat with drainage following the native ground surface; very gently sloping to the southeast. | | | | | |
| Immediate corrective actions | The leaking pipeline was closed in at the nearest isolation valve and blown down. A backhoe was utilized to excavate soils to discover the source of the release. | | | | | |



| General Site Characteristics | | | | | | |
|---|--|--|--|--|--|--|
| Remedial Determining Information | Site Ranking Characteristics | | | | | |
| Groundwater NMOSE POD Location Map – (Exhibit 4 in Appendix A) | POD Number: (RA-11547-POD2)Depth to Groundwater: 25 ft. bgsDistance to Well: 0.59 miles to the northwestDate Drilled: April 3, 2010Groundwater Quality: Groundwater quality at the site is predominately used for livestock production. | | | | | |
| Surface Water NM Wetland Map – (Exhibit 5 in Appendix A) | Pecos River, approximately 0.82 miles to the east. | | | | | |
| 100-Year Flood Plain | This site is located within the 100-year flood plain of the Pecos River. | | | | | |
| Soil Characteristics | Soils at the site are mapped as Arno-Harkey series soils, 0 to 1 percent slopes, well-drained, 0 to 9 inches silty clay loam, 9 to 60 inches silty clay (Arno setting) and 0 to 9 inches very fine sandy loam, 9 to 60 inches very fine sandy loam (Harkey setting). Restrictive features are assumed present at more than 80 inches bgs resulting in the formation being categorized with a very high runoff classification. | | | | | |
| Karst Characterization Cave Karst Public UCP Map – (Exhibit 6 in Appendix A) | Terracon evaluated data from the NMOCD Public FTP Site, Karst map designations in reference to the site location. The site appears to be within a moderate-level Karst risk area. Based on on-site observations within the extent of the release margins the potential for Karst formations in this specific area are of moderate potential. Restrictive features were not encountered from surface to 84 inches below grade surface (bgs) within the release margins. The full extent of release quantities and excavation activities did not extend greater than 84 inches bgs. | | | | | |



Regulatory Framework and Response Action Levels

Oil and gas exploration and production facilities in New Mexico are generally regulated by the New Mexico Oil Conservation Division (NMOCD). The NMOCD has issued the *Closure Criteria for Soils Impacted by a Release, June 21, 2018,* and *Restoration, Reclamation, and Re-vegetation (19.15.29.13) NMAC – D (Reclamation of areas no longer in use)* as guidance documents for the remediation and reclamation of sites impacted by releases from oil and gas exploration and production activities. Sections detailed below the applicability of these guidance documents to the site-specific characteristics associated with the Hnulik 6 Lateral #2 site.

Reclamation Levels (Surface to 4 ft. bgs)

The below Reclamation Limits for chlorides, TPH (GRO+DRO+MRO), BTEX (includes benzene, toluene, ethylbenzene, and xylenes), and benzene are defined within New Mexico Administration Code (NMAC) *Restoration, Reclamation, and Re-vegetation* (19.15.29.13) *New Mexico Administration Code (NMAC) – D (Reclamation of areas no longer in use)* for soils extending to 4 ft. bgs.:

| Constituent | Remediation Limits |
|-------------------|--------------------|
| Chloride | 600 mg/kg |
| TPH (GRO+DRO+MRO) | 100 mg/kg |
| BTEX | 50 mg/kg |
| Benzene | 10 mg/kg |

Remediation Levels (> 4 ft. bgs)

Based on the site-specific characteristics, the applicable NMOCD remediation levels for Total BTEX, chloride, and TPH within soils, exclusive of the Reclamation Zone (surface to 4 ft. bgs), are as follows:

| Constituent | Remediation Limit |
|-------------------|-------------------|
| Chloride | 600 mg/kg |
| TPH (GRO+DRO+MRO) | 100 mg/kg |
| BTEX | 50 mg/kg |
| Benzene | 10 mg/kg |

Frontier Field Services, LLC Hnulik 6 Lateral #2 32.80203°, -104.33728° NMOCD Reference # nAPP2214535072



Background Chloride Remediation Levels

Terracon conducted a background evaluation of soils greater than 50 feet outside of the release margins west of the release to establish chloride background levels at an adjacent site (NMOCD Reference # nAPP2214534062). Chloride concentrations appear to be naturally elevated in this area due to the natural accumulation of soil salinity resulting from the wetting and drying of chlorides within the Pecos River and from the rising and falling of the alluvial perched water. Based on the evaluation of the detected chloride concentrations evaluated utilizing the EPAs ProUCL calculator to determine a 95% Upper Confidence Limit (UCL), the background chloride concentration for the area is calculated to be 22,389 milligrams per kilogram (mg/kg) as displayed in Table 2 of Appendix B.

| Constituent | Remediation Limit |
|-------------|-------------------|
| Chloride | 22,389 mg/kg |

Soil Investigation Discussion

Remedial Activities

On May 16, 2022, Terracon mobilized to the site to meet Gandy Corporation (Gandy) personnel, who were to perform soil remediation activities. Areas exhibiting visual impact were excavated to a depth of approximately 6 feet bgs. A total of 2 composite soil samples (NW-1, and SW-1) were collected from the excavation, placed in the laboratory-provided sample containers, preserved with ice, and transported under chain of custody to Cardinal Laboratories in Hobbs, New Mexico for analysis of benzene, toluene, ethylbenzene, and total xylenes (collectively known as BTEX), total petroleum hydrocarbons (TPH), and chlorides. Field observations indicated soils in the bottom of the excavation area were likely impacted above the applicable NMOCD criteria. Terracon contacted Durango to schedule additional excavation.

On July 12, 2022, Terracon mobilized to the site to collect composite samples of the excavation and to remove additional impacted soil from the sidewalls and bottom or floor area of the excavation. A total of 8 composite soil samples (WF, EF, NW-1, NW-2, SW-1, SW-2, EW, and WW) were collected from the floor and sidewalls of the excavation, placed in the laboratory provided sample containers, preserved with ice, and transported under chain of custody to Cardinal Laboratories in Hobbs, New Mexico for analysis of BTEX, TPH, and chlorides.

In total, 260 cubic yards of soil were excavated during remedial activities. Excavated material was stockpiled on-site atop a polyethylene liner pending waste characterization and disposal under an approved Form C-138. Excavated materials were disposed of at Lea Land Landfill.

See Exhibit 1 for a depiction of the excavation extent and composite sample locations. Appendix C contains the photographic log of the site and demonstrates the leaching of the residual river water.

Frontier Field Services, LLC Hnulik 6 Lateral #2 32.80203°, -104.33728° NMOCD Reference # nAPP2214535072



Analytical Results

Soil samples SW-1 (5-7 feet), SW-2, NW-1 (3 feet), NW-1 (5-7 feet), NW-2, EW, WW, and EF collected on May 16 and July 12, 2022, did not exhibit concentrations of BTEX or TPH (EPA Method 8015M) above laboratory sample detection limits (SDLs). Samples SW-1 (3 feet) and WF (10-11 feet) exhibited levels of Benzene (WF) or total xylenes (SW-1 and WF) above laboratory SDLs but below NMOCD Action Levels.

All of the soil samples collected from the excavation area exhibited concentrations of chloride above laboratory sample detection limits and ranging from 304 mg/kg in SW-1 (5-7 feet) to 6,000 in NW-1 (3 feet). Chloride concentrations generally decrease with sample depth as exhibited in samples SW-1 and NW-1. Sample SW-1 contained a chloride concentration of 5,360 mg/kg at 3 feet and 304 mg/kg at the 5-7-foot interval while sample NW-1 exhibited concentrations of 6,000 mg/kg at 3 feet and 3040 mg/kg at a depth of 5 to 7 feet in depth.

On July 25, 2022, Terracon collected background soil samples from the upgradient and adjacent Hnulik #1 site to establish background chloride concentrations in shallow soils in the area. A total of nine soil samples were collected and the results of this sampling event indicate that background chloride concentrations in surface soils are found to exist at levels ranging from 31,600 mg/kg to 3,200 mg/kg. As such, the chloride concentrations found in the Hnulik #2 excavation area appear to be indicative of background levels in the area and as such, further excavation activities were discontinued at the direction of Durango Midstream. The Hnulik #1 site is located approximately 1,000 feet west of this site along the same pipeline. The soils in the general area are all affected by the wetting and drying of the Pecos River and the resulting background concentrations appear justifiable for the area.

A summary of BTEX, chloride and TPH concentrations of all collected soil samples is attached as Table 1. Background chloride data referenced for the Hnulik #1 (Terracon Project #AR227115) site can be found in the Release Investigation and Remedial Action Plan submitted to NMOCD on October 27, 2022.

Conclusion

In accordance with NMAC 19.15.29.12, remediation of the impacted material is complete, and Terracon recommends no further action be taken regarding the release that occurred on April 13, 2022, at the Hnulik 6 Lateral #2 site location. The C-141 was submitted for this project in anticipation of water infilling the excavation, however, the water that was encountered at the bottom of the excavation withdrew during the duration of the remediation. Frontier Field Services respectfully request the closure of nAPP2214535072.

APPENDIX A – EXHIBITS













APPENDIX B – TABLES, PROCEDURES, AND FIGURES

•

| TABLE 1 SOIL SAMPLE ANALYTICAL RESULTS - BTEX ¹ , Chloride ² , and TPH ³ Hnulik 6 - Lateral #2 Terracon Project No. AR227116 | | | | | | | | |
|---|---|--|----------------|---|------|-------|-------|-------|
| Sample I.D. | Sample Depth (ft. bgs) | epth Sample Type Sample Date BTEX Chloride | | Chloride (mg/kg) | | M) | | |
| | | | Initial D | elease Margin Samples (Off Pad) | | GRO | DRO | MRO |
| SW-1 | 3' | Comp | 05/16/22 | Benzene - <0.050 Toluene - <0.050 Ethylbenzene - <0.050 Total Xylenes - 0.184 Total BTEX - <0.300 | 5360 | <10.0 | <10.0 | <10.0 |
| SW-1 | 5-7' | Comp | 07/12/22 | <sdls< td=""><td>304</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 304 | <10.0 | <10.0 | <10.0 |
| SW-2 | 5-7' | Comp | 07/12/22 | <sdls< td=""><td>4120</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 4120 | <10.0 | <10.0 | <10.0 |
| NW-1 | 3' | Comp | 05/16/22 | <sdls< td=""><td>6000</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 6000 | <10.0 | <10.0 | <10.0 |
| NW-1 | 5-7' | Comp | 07/12/22 | <sdls< td=""><td>3040</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 3040 | <10.0 | <10.0 | <10.0 |
| NW-2 | 5-7' | Comp | 07/12/22 | <sdls< td=""><td>3920</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 3920 | <10.0 | <10.0 | <10.0 |
| EW | 5-7' | Comp | 07/12/22 | <sdls< td=""><td>3920</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 3920 | <10.0 | <10.0 | <10.0 |
| WW | 5-7' | Comp | 07/12/22 | <sdls< td=""><td>2800</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 2800 | <10.0 | <10.0 | <10.0 |
| EF | 10-11' | Comp | 07/12/22 | <sdls< td=""><td>5200</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 5200 | <10.0 | <10.0 | <10.0 |
| WF | 10-11' | Comp | 07/12/22 | Benzene - 0.131 Toluene - <0.050 Ethylbenzene - <0.050 Total Xylenes - 0.301 Total BTEX - 0.432 | 3960 | <10.0 | <10.0 | <10.0 |
| | NMOCD Reclama Soils from the Surfa | | Grade Surface) | Benzene - 10 Toluene - N/A Ethylbenzene - N/A Total Xylenes - N/A Total BTEX - 50 | 600 | | N/A | |
| | Remediation and (Applicable for S reater than 4 ft. Bel | Soils at Depths | | Benzene - 10 Toluene - N/A Ethylbenzene - N/A Total Xylenes - N/A Total BTEX - 50 | 600 | | N/A | |

1. BTEX = Benzene, toluene, ethylbenzene, total xylenes analyzed by EPA Method 8021B

2. Chloride = Chloride analyzed by EPA Method 300.

3. TPH = Total petroleum hydrocarbons analyzed by EPA Method 8015M (GRO/DRO/MRO)

4. New Mexico Administration Code (NMAC) Restoration, Reclamation, and Re-vegetation (19.15.29.13) New Mexico Administration Code (NMAC) – D (Reclamation of areas no longer in use) for soils extending to 4 ft. bgs

5. New Mexico Oil Conservation Division (NMOCD) Remediation and Delineation Standards are proposed in 19.15.29.12 NMAC - N, 8/14/2018

< = Constituent not detected above the indicated laboratory SDL

NA = Not Analyzed

N/A = Not Applicable

Bold and Highlight denotes concentrations that exceed the New Mexico Oil Conservation Division (NMOCD) Reclamation and/or Remediation and Delineation Standards.



| TABLE 2 Background SOIL SAMPLE ANALYTICAL RESULTS - BTEX ¹ , Chloride ² , and TPH ³ Hnulik 6" Lateral #2 Terracon Project No. AR227116 | | | | | | | | |
|---|--------------------------------------|-------------|----------------|---|---------------------|------------------------|-------|---------|
| Sample I.D. | Sample Depth (ft. bgs) | Sample Type | Sample Date | BTEX (mg/kg) | Chloride (mg/kg) | TPH (8015M) (mg/kg) | | |
| | | | | Background Samples | | GRO | DRO | EXT DRO |
| BG-1 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>32,000</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 32,000 | <10.0 | <10.0 | <10.0 |
| BG-1 | 2-3' | Grab | 05/16/22 | N/A | 2,240 | N/A | N/A | N/A |
| BG-2 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>14,400</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 14,400 | <10.0 | <10.0 | <10.0 |
| BG-3 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>23,200</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 23,200 | <10.0 | <10.0 | <10.0 |
| BG-4 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>25,600</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 25,600 | <10.0 | <10.0 | <10.0 |
| BG-5 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>3,200</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 3,200 | <10.0 | <10.0 | <10.0 |
| BG-6 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>10,300</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 10,300 | <10.0 | <10.0 | <10.0 |
| BG-7 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>4,160</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 4,160 | <10.0 | <10.0 | <10.0 |
| BG-8 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>10,100</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 10,100 | <10.0 | <10.0 | <10.0 |
| BG-9 | 0.5'-1' | Grab | 07/25/22 | <sdls< td=""><td>31,600</td><td><10.0</td><td><10.0</td><td><10.0</td></sdls<> | 31,600 | <10.0 | <10.0 | <10.0 |
| | NMOCD Reclama Soils from the Surf | | Grade Surface) | Benzene - 10 Toluene - N/A Ethylbenzene - N/A Total Xylenes - N/A Total BTEX - 50 | 600 | | N/A | |

1. BTEX = Benzene, toluene, ethylbenzene, total xylenes analyzed by EPA Method 8021B

2. Chloride = Chloride analyzed by EPA Method 300.

3. TPH = Total petroleum hydrocarbons analyzed by EPA Method 8015M (GRO/DRO/MRO)

4. New Mexico Administration Code (NMAC) Restoration, Reclamation, and Re-vegetation (19.15.29.13) New Mexico Administration Code (NMAC) – D (Reclamation of areas no longer in use) for soils extending to 4 ft. bgs

5. New Mexico Oil Conservation Division (NMOCD) Remediation and Delineation Standards are proposed in 19.15.29.12 NMAC - N, 8/14/2018

< = Constituent not detected above the indicated laboratory SDL

NA = Not Analyzed

N/A = Not Applicable

Bold and Highlight denotes concentrations that exceed the New Mexico Oil Conservation Division (NMOCD) Reclamation and/or Remediation and Delineation Standar

APPENDIX C – PHOTOGRAPHIC LOG



Hnulik 6 – Lateral #2 Eddy County, New Mexico November 9, 2022 Terracon Project No. AR227116



PHOTO 1: View of area prior to remediation from the West.



PHOTO 2: View of area following Excavation from the East.

Responsive Resourceful Reliable

APPENDIX D – ANALYTICAL REPORT AND CHAIN OF CUSTODY



June 01, 2022

BRETT DENNIS TERRACON CONSULTANTS 5827 50TH ST. SUITE 1 LUBBOCK, TX 79424

RE: HNULIK #2

Enclosed are the results of analyses for samples received by the laboratory on 05/26/22 9:10.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-21-14. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

| Method EPA 552.2 | Haloacetic Acids (HAA-5) |
|------------------|------------------------------|
| Method EPA 524.2 | Total Trihalomethanes (TTHM) |
| Method EPA 524.4 | Regulated VOCs (V1, V2, V3) |

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keine

Celey D. Keene Lab Director/Quality Manager



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Analytical Results For:

| | | TERRACON CONSULTANTS BRETT DENNIS 5827 50TH ST. SUITE 1 LUBBOCK TX, 79424 Fax To: | | |
|-------------------|----------------|---|---------------------|------------------|
| Received: | 05/26/2022 | | Sampling Date: | 05/24/2022 |
| Reported: | 06/01/2022 | | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 | | Sample Received By: | Shalyn Rodriguez |
| Project Location: | DURANGO MIDSTR | EAM | | |

Sample ID: NW - 1 (H222241-01)

| BTEX 8021B | mg/ | kg | Analyze | d By: CK | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifie |
| Benzene* | <0.050 | 0.050 | 05/28/2022 | ND | 2.07 | 103 | 2.00 | 2.12 | |
| Toluene* | <0.050 | 0.050 | 05/28/2022 | ND | 2.04 | 102 | 2.00 | 1.88 | |
| Ethylbenzene* | <0.050 | 0.050 | 05/28/2022 | ND | 1.93 | 96.3 | 2.00 | 2.39 | |
| Total Xylenes* | <0.150 | 0.150 | 05/28/2022 | ND | 6.00 | 100 | 6.00 | 3.08 | |
| Total BTEX | <0.300 | 0.300 | 05/28/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 101 9 | 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | kg | Analyze | d By: AC | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifie |
| Chloride | 6000 | 16.0 | 05/31/2022 | ND | 432 | 108 | 400 | 3.64 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifie |
| GRO C6-C10* | <10.0 | 10.0 | 05/27/2022 | ND | 188 | 94.1 | 200 | 1.79 | |
| DRO >C10-C28* | <10.0 | 10.0 | 05/27/2022 | ND | 192 | 96.1 | 200 | 1.95 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 05/27/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 109 \$ | 66.9-13 | 6 | | | | | | |
| Surrogate: 1-Chlorooctadecane | 122 9 | 59.5-14 | _ | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and clent's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatscever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including whother is subsidiaries, affiliates or successor arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celez D. Keine

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

| | | TERRACON CONSULTANTS BRETT DENNIS 5827 50TH ST. SUITE 1 LUBBOCK TX, 79424 Fax To: | | |
|-------------------|-----------------|---|---------------------|------------------|
| Received: | 05/26/2022 | | Sampling Date: | 05/24/2022 |
| Reported: | 06/01/2022 | | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 | | Sample Received By: | Shalyn Rodriguez |
| Project Location: | DURANGO MIDSTRE | EAM | | |

Sample ID: SW - 1 (H222241-02)

| BTEX 8021B | mg/ | ′kg | Analyze | d By: CK | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 05/28/2022 | ND | 2.07 | 103 | 2.00 | 2.12 | |
| Toluene* | <0.050 | 0.050 | 05/28/2022 | ND | 2.04 | 102 | 2.00 | 1.88 | |
| Ethylbenzene* | <0.050 | 0.050 | 05/28/2022 | ND | 1.93 | 96.3 | 2.00 | 2.39 | |
| Total Xylenes* | 0.184 | 0.150 | 05/28/2022 | ND | 6.00 | 100 | 6.00 | 3.08 | |
| Total BTEX | <0.300 | 0.300 | 05/28/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 104 | % 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | ′kg | Analyze | d By: AC | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 5360 | 16.0 | 05/31/2022 | ND | 432 | 108 | 400 | 3.64 | |
| TPH 8015M | mg/ | ′kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 05/27/2022 | ND | 188 | 94.1 | 200 | 1.79 | |
| DRO >C10-C28* | <10.0 | 10.0 | 05/27/2022 | ND | 192 | 96.1 | 200 | 1.95 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 05/27/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 109 | % 66.9-13 | 6 | | | | | | |
| Surrogate: 1-Chlorooctadecane | 124 | % 59.5-14 | 2 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and clent's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatscever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including whother is subsidiaries, affiliates or successor arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Notes and Definitions

| QM-07 | The spike recovery was outside acceptance limits for the MS and/or MSD. The batch was accepted based on acceptable LCS recovery. |
|-------|--|
| ND | Analyte NOT DETECTED at or above the reporting limit |
| RPD | Relative Percent Difference |
| ** | Samples not received at proper temperature of 6°C or below. |
| *** | Insufficient time to reach temperature. |
| - | Chloride by SM4500Cl-B does not require samples be received at or below 6°C |
| | Samples reported on an as received basis (wet) unless otherwise noted on report |

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatscever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, whother business interruptors, loss of use, or loss of profits incurred by client, its subsidiaries, afflicate or successor arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager

101 East Marland, Hobbs, NM 88240

| | | | REMARKS: | REN | 0 | - | | Y: | Received By: | lecei | | Y: | Relinquished By: |
|--|--------------|---------|-----------------------------|--|---|---|-----------|--------------------------|------------------------|-----------|--|---|---|
| All Results are emailed. Please provide Email address: | . Please pro | emailed | esults are | AIIR | Ment | M | Rio | | 8 | S. | 0/11 | H | Jang |
| Add'I Phone #: | oN 🗆 Se | Yes | Verbal Result: | Vert | | | | Y: | Received By: | ecei | antiales or successors arising out of or related to use performance of services interuntion by Caluman, reductives or minority | ing out of or related to the periorni | Relinguished By: |
| | | able | subsidiaries, otherwise. | lays after comple rred by client, its tated reasons or | by Cardinal within 30 c b, or loss of profits incur pron any of the above s | nd received | writing a | s made in siness inte | ed unless tion, bus | ned waiw | analyses. All claims including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within 30 days after completion of the applicable service. In no event shall Cardinal be identified or incident or consequential damages, including within including within so to use, or loss of use, or loss of use, or loss of use, or loss of use of the applicable subsidiaries. Subsidiaries including within a subsidiaries including within a subsidiaries including within a subsidiaries of the applicable subsidiaries. | ing those for negligence and any c ardinal be liable for incidental or c | analyses, All claims incluc service, In no event shall (|
| | | F | dient for the | ount paid by the | all be limited to the am | t or tort, sh | in contra | er based | ng wheth | aim arisi | please NOTE. Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising whether based in contract or fort, shall be limited to the amount paid by the client for the | nd Damages Cardinal's liability ar | DI FASE NOTE: I inhiity |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| | | | _ | | | | - | | | | | | |
| | | | _ | | | | - | | | | | | |
| | | | _ | | | | _ | - | | | | | |
| | | | - | | | | _ | - | | | | | |
| | - | ~ | - | | | | | - | - | - | 1 | CVU- | 1 DAC P |
| | × | | AS . | | 145 r | _ | - | < | | | | | - 140- · |
| | * | x | 1 onh | 124/22 14 | N S | | | | | - | • | I-MN | - 110-1 |
| | | | TIME | DATE TI | ICE / | OTHE | OIL | SOIL | | - | | | HARCES |
| | PH | | 3TE | | COOL | and the second se | GE | TEWAT | UNDW | NTAIN | | Sample I.D. | Lab I.D. |
| | | PRID | X | | | | | ER | | | (C)OMF | | |
| | | ES | | SAMPLING | PRESERV. | T | RIX | MATRIX | _ | | | | FOR LAB USE ONLY |
| | | - | | | | Fax #: | | | | | DENNIS | BRETT | Sampler Name: |
| | | | | | le #: | Phone #: | | | | | | | Project Location: |
| | | | | | : Zip: | State: | | | | | #2 | ULIK | Project Name: |
| | | | | | | City: | | | | 1 | Project Owner: | 2271110 | Project #: ARUU |
| | | | | | ess: | Address: | | | | | Fax #: | Phone #: 800-300-0140 | Phone #: 80L |
| | | | | | | Attn: | | gyzy | 194 | Zip: | State: T× Z | LUBBOCK | city: LUB |
| | | | | | Company: | Com | | | | | STREET | DTH | Address: 50 |
| | | | | | * | P.O. #: | | | | | DENNIS | BRETT | Project Manager: |
| ANALYSIS REQUEST | | | | TOA | BILL | | | | | | Z | " TERLACON | Company Name: |
| | 6 | FIC | | | NIKELICI | DIL | | | | | (575) 393-2326 FAX (575) 393-2476 | (575) 393-2326 | |
| | 5 | 2120 | うつこうへいい | シモ | 7 | R | | | | | 101 East Mariand, Hopps, NM 00240 | 101 East Mahanu | |

Sampler - UPS - Bus - Other: Delivered By: (Circle One)

Observed Temp. °C

200 0 50

CHECKED BY:

Turnaround Time:

Standard Rush

Bacteria (only) Sample Condition Cool Intact Observed Temp. Yes Yes Nc No Corrected Temp.

Observed Temp. °C Corrected Temp. °C

Thermometer ID #113 Correction Factor -0.5°C

C

(Initials)

Cool Intact Sample Condition

† Cardinal cannot accept verbal changes. Please email changes to celey.keene@cardinallabsnm.com

Time:

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST



Д

oratories

ARDIN



July 15, 2022

JOSEPH GUESNIER TERRACON CONSULTANTS 5827 50TH ST. SUITE 1 LUBBOCK, TX 79424

RE: HNULIK #2

Enclosed are the results of analyses for samples received by the laboratory on 07/13/22 10:30.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-22-15. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

| Method EPA 552.2 | Haloacetic Acids (HAA-5) |
|------------------|------------------------------|
| Method EPA 524.2 | Total Trihalomethanes (TTHM) |
| Method EPA 524.4 | Regulated VOCs (V1, V2, V3) |

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keine

Celey D. Keene Lab Director/Quality Manager



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Analytical Results For:

TERRACON CONSULTANTS JOSEPH GUESNIER 5827 50TH ST. SUITE 1 LUBBOCK TX, 79424 Fax To:

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: WF (10'-11') (H223003-01)

| BTEX 8021B | mg/ | /kg | Analyze | d By: JH/ | | | | | |
|--------------------------------------|--------|-----------------|-----------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | 0.131 | 0.050 | 07/14/2022 | ND | 1.91 | 95.3 | 2.00 | 10.2 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 1.97 | 98.3 | 2.00 | 10.1 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.01 | 100 | 2.00 | 11.8 | |
| Total Xylenes* | 0.301 | 0.150 | 07/14/2022 | ND | 6.08 | 101 | 6.00 | 11.0 | |
| Total BTEX | 0.432 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 99.3 | % 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg, | /kg | Analyzed By: GM | | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 3960 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg, | /kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/13/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/13/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/13/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 79.0 | % 43-149 |) | | | | | | |
| Surrogate: 1-Chlorooctadecane | 78.4 | % 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and clent's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatscever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including whother is subsidiaries, affiliates or successor arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Analytical Results For:

| | TERRACON CONSULTANTS | |
|------------|-----------------------|----------------|
| | JOSEPH GUESNIER | |
| | 5827 50TH ST. SUITE 1 | |
| | LUBBOCK TX, 79424 | |
| | Fax To: | |
| | | |
| 07/13/2022 | | Sampling Date: |

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: EF (10'-11') (H223003-02)

| BTEX 8021B | mg/ | kg | Analyze | d By: JH/ | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/14/2022 | ND | 1.91 | 95.3 | 2.00 | 10.2 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 1.97 | 98.3 | 2.00 | 10.1 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.01 | 100 | 2.00 | 11.8 | |
| Total Xylenes* | <0.150 | 0.150 | 07/14/2022 | ND | 6.08 | 101 | 6.00 | 11.0 | |
| Total BTEX | <0.300 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 98.9 | % 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | kg | Analyze | d By: GM | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 5200 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/13/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/13/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/13/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 92.0 | % 43-149 |) | | | | | | |
| Surrogate: 1-Chlorooctadecane | 89.3 | 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and clent's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatscever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including whother is subsidiaries, affiliates or successor arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celez D. Keine

Celey D. Keene, Lab Director/Quality Manager


Analytical Results For:

| | TERRACON CONSULTANT | S | |
|-----------|-----------------------|----------------|--|
| | JOSEPH GUESNIER | | |
| | 5827 50TH ST. SUITE 1 | | |
| | LUBBOCK TX, 79424 | | |
| | Fax To: | | |
| | | | |
| 7/13/2022 | | Sampling Date: | |

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: NW - 1 (5'-7') (H223003-03)

| BTEX 8021B | mg/ | kg | Analyze | d By: JH/ | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/14/2022 | ND | 1.91 | 95.3 | 2.00 | 10.2 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 1.97 | 98.3 | 2.00 | 10.1 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.01 | 100 | 2.00 | 11.8 | |
| Total Xylenes* | <0.150 | 0.150 | 07/14/2022 | ND | 6.08 | 101 | 6.00 | 11.0 | |
| Total BTEX | <0.300 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 98.8 | % 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | 'kg | Analyze | d By: GM | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 3040 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/13/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/13/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/13/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 95.1 | % 43-149 |) | | | | | | |
| Surrogate: 1-Chlorooctadecane | 92.2 | % 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

| TERRACON CONSULTANTS |
|-----------------------|
| JOSEPH GUESNIER |
| 5827 50TH ST. SUITE 1 |
| LUBBOCK TX, 79424 |
| Fax To: |
| |

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: NW - 2 (5'-7') (H223003-04)

| BTEX 8021B | mg/ | kg | Analyze | d By: JH | | | | | |
|--------------------------------------|---------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.00 | 100 | 2.00 | 14.1 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.09 | 105 | 2.00 | 14.8 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.13 | 106 | 2.00 | 14.5 | |
| Total Xylenes* | <0.150 | 0.150 | 07/14/2022 | ND | 6.52 | 109 | 6.00 | 14.0 | |
| Total BTEX | <0.300 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 118 % | 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | kg | Analyze | d By: GM | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 3920 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/13/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/13/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/13/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 91.0 \$ | % 43-149 |) | | | | | | |
| Surrogate: 1-Chlorooctadecane | 88.0 9 | 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

| TERRACON CONSULTANTS |
|-----------------------|
| JOSEPH GUESNIER |
| 5827 50TH ST. SUITE 1 |
| LUBBOCK TX, 79424 |
| Fax To: |
| |

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: SW - 1 (5'-7') (H223003-05)

| BTEX 8021B | mg/ | kg | Analyze | d By: JH | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.00 | 100 | 2.00 | 14.1 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.09 | 105 | 2.00 | 14.8 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.13 | 106 | 2.00 | 14.5 | |
| Total Xylenes* | <0.150 | 0.150 | 07/14/2022 | ND | 6.52 | 109 | 6.00 | 14.0 | |
| Total BTEX | <0.300 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 118 9 | 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | kg | Analyze | d By: GM | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 304 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/13/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/13/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/13/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 93.5 | % 43-149 | | | | | | | |
| Surrogate: 1-Chlorooctadecane | 94.7 | 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

| TERRACON CONSULTANTS | |
|-----------------------|--|
| JOSEPH GUESNIER | |
| 5827 50TH ST. SUITE 1 | |
| LUBBOCK TX, 79424 | |
| Fax To: | |

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: SW - 2 (5'-7') (H223003-06)

| BTEX 8021B | mg, | ′kg | Analyze | d By: JH | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.00 | 100 | 2.00 | 14.1 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.09 | 105 | 2.00 | 14.8 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.13 | 106 | 2.00 | 14.5 | |
| Total Xylenes* | <0.150 | 0.150 | 07/14/2022 | ND | 6.52 | 109 | 6.00 | 14.0 | |
| Total BTEX | <0.300 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 117 9 | % 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg, | ′kg | Analyze | d By: GM | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 4120 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg, | ′kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/14/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/14/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/14/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 93.9 | % 43-149 |) | | | | | | |
| Surrogate: 1-Chlorooctadecane | 91.4 | % 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

| TERRACON CONSULTANTS | |
|-----------------------|--|
| JOSEPH GUESNIER | |
| 5827 50TH ST. SUITE 1 | |
| LUBBOCK TX, 79424 | |
| Fax To: | |

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: EW (5'-7') (H223003-07)

| BTEX 8021B | mg/ | kg | Analyze | d By: JH | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.00 | 100 | 2.00 | 14.1 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.09 | 105 | 2.00 | 14.8 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.13 | 106 | 2.00 | 14.5 | |
| Total Xylenes* | <0.150 | 0.150 | 07/14/2022 | ND | 6.52 | 109 | 6.00 | 14.0 | |
| Total BTEX | <0.300 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 118 9 | 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | kg | Analyze | d By: GM | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 3920 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/14/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/14/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/14/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 96.2 | % 43-149 |) | | | | | | |
| Surrogate: 1-Chlorooctadecane | 93.8 | % 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

| TERRACON CONSULTANTS | |
|-----------------------|--|
| JOSEPH GUESNIER | |
| 5827 50TH ST. SUITE 1 | |
| LUBBOCK TX, 79424 | |
| Fax To: | |

| Received: | 07/13/2022 | Sampling Date: | 07/12/2022 |
|-------------------|----------------------|---------------------|----------------|
| Reported: | 07/15/2022 | Sampling Type: | Soil |
| Project Name: | HNULIK #2 | Sampling Condition: | Cool & Intact |
| Project Number: | AR227116 (6-LATERAL) | Sample Received By: | Tamara Oldaker |
| Project Location: | DURANGO MIDSTREAM | | |

Sample ID: WW (5'-7') (H223003-08)

| BTEX 8021B | mg/ | ′kg | Analyze | d By: JH | | | | | |
|--------------------------------------|--------|-----------------|------------|--------------|------|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.00 | 100 | 2.00 | 14.1 | |
| Toluene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.09 | 105 | 2.00 | 14.8 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/14/2022 | ND | 2.13 | 106 | 2.00 | 14.5 | |
| Total Xylenes* | <0.150 | 0.150 | 07/14/2022 | ND | 6.52 | 109 | 6.00 | 14.0 | |
| Total BTEX | <0.300 | 0.300 | 07/14/2022 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PID | 118 9 | % 69.9-14 | 0 | | | | | | |
| Chloride, SM4500Cl-B | mg/ | ′kg | Analyze | d By: GM | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 2800 | 16.0 | 07/14/2022 | ND | 432 | 108 | 400 | 0.00 | |
| TPH 8015M | mg/ | ′kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10* | <10.0 | 10.0 | 07/14/2022 | ND | 210 | 105 | 200 | 6.12 | |
| DRO >C10-C28* | <10.0 | 10.0 | 07/14/2022 | ND | 223 | 112 | 200 | 4.18 | |
| EXT DRO >C28-C36 | <10.0 | 10.0 | 07/14/2022 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 96.3 | % 43-149 |) | | | | | | |
| Surrogate: 1-Chlorooctadecane | 92.2 | % 42.5-16 | 1 | | | | | | |

Cardinal Laboratories

*=Accredited Analyte

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Notes and Definitions

| QR-04 | The RPD for the BS/BSD was outside of historical limits. |
|-------|---|
| ND | Analyte NOT DETECTED at or above the reporting limit |
| RPD | Relative Percent Difference |
| ** | Samples not received at proper temperature of 6°C or below. |
| *** | Insufficient time to reach temperature. |
| - | Chloride by SM4500Cl-B does not require samples be received at or below 6°C |
| | Samples reported on an as received basis (wet) unless otherwise noted on report |

Cardinal Laboratories

*=Accredited Analyte

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager

| Office Location Lubbock Project Name Lob occurrence Project Name Lob occurrence Project Name Strate Contact Project Name Austin Worky Project Name Austin Worky Project Name Strate <td< th=""><th>Time:</th><th>C - Charcoal tube</th><th>SL - Sludge</th><th></th><th></th></td<> | Time: | C - Charcoal tube | SL - Sludge | | |
|---|-----------------------|-------------------|----------------------------------|-------------------------|------------------|
| Lubock Phone: Phone: Imme Gr Austin Worley Sampler's Signature Austin Worley Sampler's Signature Sampler's Signature Austin Worley Sampler's Signature Sampler's Signature 13:35 x Identifying Marks of Sample(s) Sampler's Signature 13:35 x Identifying Marks of Sample(s) Sampler's Signature 14:50 x WF Identifying Marks of Sample(s) 15:50 x NW-1 5 15:50 x SW-1 5 15:50 x SW-1 5 15:50 x SW-2 5 15:50 x WW 5 16:00 SW-2 5 5 16:01 SW-2 5 5 16:02 SW-2 5 5 16:02 SW-2 5 5 16:02 SW-2 5 5 16:02 SW-2 5 5 17/1/2/27 Grave Street Street Stree | | ture) | Dat | r: Time | e: Time: |
| Lubbox Phone: Contact: Sequence Phone: Contact: Sequence Phone: Contact: Sequence Ime B Project Name Hnulik 6-Lateral #2 Time B B Identifying Marks of Sample(s) Identifying Marks of Sample(s) 1335 X Identifying Marks of Sample(s) Identifying Marks of Sample(s) Identifying Marks of Sample(s) 1336 X SW-1 5 1350 X SW-1 5 1350 X SW-2 5 1350 X WW 5 1360 X WW 5 1370 Cathor Ruh 24-Hour Ruh 1470 Moral 24-Hour Ruh | Time: | ture) | Date | Time | Time: |
| Lubbock Phone: Lubbock Project Name Austin Worley Sis #: Austin Worley Sampler's Signature Inme Contact: Sampler's Signature Inme Contact: Sampler's Signature Inme Contact: Sampler's Signature Interview Contact: Sampler's Signature Interview Sampler's Signature Sampler's Signature Interview | 15/22 10:25 | atra Millat | 642 T-1 Date: | 7-13-22 / Date: Time | 322 /030 Time |
| Lubbock Phone: Contact: SRS #: Phone: Contact: SRS #: r Joe Guesnier Project Name Austin Worley Project Name Austin Worley Sign Time B B Identifying Marks of Sample(S) 13:30 X 14:30 X 15:30 X WW 15:31 X WW | C 48-Hour Rush 24-Hou | | TRRP Laboratory Review Checklist | Checkli | Checklist |
| Lubbock Phone: Joe Guesnier Project Name Austin Worley Project Name Austin Worley Sampler's Sign Time Project Name 11:33 X 11:33 X 11:35 X 11:30 X 11:35 X 11:50 X 15:10 X 15:13 X 15:13 X 15:13 X WW 15:15 X WW 15:15 X WW | | | | + | |
| Lubbock Phone: Contact: SNS #: Phone: Contact: SNS #: r Joe Guesnier Sign Austin Worley Project Name Hulik 6-Lateral #2 Smpler's Sign Time B B Identifying Marks of Sample(s) 13:35 X 13:35 X 14:30 X 15:05 X 15:05 X 15:10 X 15:15 X 15:15 X 15:15 X VW 15:15 X WW 15:15 | | | | + | |
| Lubbock Phone: Contact: SNS #: Inter Green workey Project Name Hnulik 6-Lateral #2 Time p g g g ldentifying Marks of Sample(s) 13:35 × Identifying Marks of Sample(s) 13:35 × Identifying Marks of Sample(s) 14:50 × WF 15:00 × WY-1 15:00 × SW-1 15:05 × WW 15:15 × WW 15:15 × WW 15:15 × WW 15:15 × WW | | | | + | |
| Lubbock Phone: Contact: SRS #: Phone: Contact: SRS #: Inter Guesnier Project Name Austin Worley Project Name Hnulik 6-Lateral #2 Time B G G G G Identifying Marks of Sample(s) 13:35 X WF 13:30 X EF 14:30 X WF 15:00 X SW-1 15:10 X SW-2 15:15 X WW 15:15 X WW | | | | | |
| Lubbock Phone: Joe Guesnier Sontact: Austin Worley Project Name Austin Worley Sampler's Sign Time B B Identifying Marks of Sample(s) 13:35 X 13:30 X 14:30 X 14:30 X 14:50 X 15:00 X 15:10 X 15:10 X 15:10 X WW 15:10 X WW 15:15 X WW 15:15 X | | | | | |
| Lubbock Phone: Joe Guesnier Sontact: Austin Worley Project Name Austin Worley Project Name Time project Name 13:35 X 14:30 X 14:50 X 15:00 X 15:00 X 15:10 X 15:15 X X EW 15:15 X X EW | | | | | |
| Lubbock Phone: Contact: SRS #: Austin Worley Phone: Contact: SRS #: Sampler's Sign AR227116 Project Name B B C B C Time C C Time C C C C C C C C C C C C C C C C C C C | | | | | |
| Address: Lubbock Phone: Contact: SRS #: Austin Worley Project Name Hnulik 6-Lateral #2 Time p O g G Identifying Marks of Sample(s) 13:35 × Identifying Marks of Sample(s) 14:50 × Identifying Marks of Sample(s) 14:50 × Identifying Marks of Sample(s) 15:00 × Identifying Marks of Sample(s) 15:10 × SW-1 15:15 × Identifying Marks | | | ~ | | |
| Address: Lubbock Phone: Contact: SRS #: Austin Worley Project Name Hnulik 6-Lateral #2 Time B G G G G Identifying Marks of Sample(s) 13:35 × Identifying Marks of Sample(s) 14:30 × EF 14:50 × NW-1 14:50 × NW-2 15:00 × SW-1 15:10 × SW-2 15:15 × W | | | | | |
| Address: Lubbock Phone: Contact: SRS #: Austin Worley Project Name Hnulik 6-Lateral #2 Time p O g G Identifying Marks of Sample(s) 13:35 × Identifying Marks of Sample(s) 13:35 × Identifying Marks of Sample(s) 14:50 × Identifying Marks of Sample(s) 14:50 × Identifying Marks of Sample(s) 15:00 × Identifying Marks of Sample(s) | | + | | - | ×× |
| Lubbock Phone: Lubbock Project Name Austin Worley Project Name Time B B Identifying Marks of Sample(s) 13:35 X 14:30 X 14:50 X 15:00 X 15:00 X 15:00 X | | | | | + |
| Lubbock Phone: Contact: SRS #: Joe Guesnier Secondaria Joe Guesnier Project Name Austin Worley Sampler's Sign Ag227116 Project Name Time p g G Identifying Marks of Sample(s) 13:35 x 14:50 x 14:50 x 14:50 x 15:00 x | | 1 | | | + |
| Lubbock Phone: Contact: SRS #: Joe Guesnier Project Name Austin Worley Project Name AR227116 Project Name Time g g g g 13:35 × 14:30 × 14:50 × 14:55 × | | + | | | × × |
| Lubbock Phone: Joe Guesnier Contact: Austin Worley Project Name AR227116 Project Name Time p G G G Identifying Marks of Sample(s) 13:35 x Identifying Marks of Sample(s) Identifying Marks of Sample(s) EF 14:50 x | | + | | | x x |
| Lubbock Phone: Lubbock Phone: Joe Guesnier Sampler's Sign Austin Worley Project Name AR227116 Project Name Time B B Identifying Marks of Sample(s) 13:35 X X WF | | + | | | x x |
| Lubbock Phone: Lubbock Phone: Joe Guesnier Sampler's Sign Austin Worley Sampler's Sign AR227116 Project Name Time p g g Identifying Marks of Sample(s) WF | | - | | | × × |
| Lubbock Phone: Contact: SRS #: Austin Worley Phone: Contact: SRS #: Sampler's Sign Time © Project Name G Hnulik 6-Lateral #2 Identifying Marks of Sample(s) Identifying Marks of Sample(s) | | - | | | x x |
| Lubbock Phone: Lubbock Contact: Joe Guesnier SRS #: Austin Worley Sampler's Sign AR227116 Project Name Hnulik 6-Lateral #2 | Grab | | | DTEV (ED | BTEX (EP |
| Lubbock Phone: Lubbock Contact: Joe Guesnier SRS #: Austin Worley Sampler's Sign | Hnulik 6-Lateral #2 | | | A N/ | |
| Lubbock Phone: Loe Guesnier Sign Austin Worley Sampler's Sign | Project Name | No. Typ | No. Type of Containers | | letho |
| Lubbook Address: Joe Guesnier SRS #: | | Signature | 5 Juli | d 902 | |
| Lubbock Address: | | | | | LB) |
| Address | | | | | |
| Address | | Hobbs, NM 88240 | M 88240 | | |
| | Address: | Contraint conc. | | R | REQUESTED |

.

APPENDIX E – INITIAL FORM C-141

Received by OCD: 3/15/2023 7:28:09 PM

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., 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 Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Page 46 of 51

Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

)

| Incident ID | nAPP2214535072 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party Frontier Field Services, LLC | OGRID 221115 |
|---|--------------------------------|
| Contact Name Amber Groves | Contact Telephone 575-703-7992 |
| Contact email agroves@durangomidstream.com | Incident # (assigned by OCD) |
| Contact mailing address 47 Conoco Rd, Maljamar NM 88264 | |

Location of Release Source

Latitude _____ 32.80203

)3

Longitude <u>-104.33728</u> (*NAD 83 in decimal degrees to 5 decimal places*)

| Site Name Hnulik #2 | Site Type Pipeline |
|-----------------------------------|----------------------|
| Date Release Discovered 4/13/2022 | API# (if applicable) |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|--------|
| Ν | 25 | 17S | 26E | Eddy |

Surface Owner: State Federal Tribal Private (Name: Yates Brothers_____

Nature and Volume of Release

| Crude Oil | rial(s) Released (Select all that apply and attach calculations or specific Volume Released (bbls) | Volume Recovered (bbls) |
|------------------|--|---|
| Produced Water | Volume Released (bbls) | Volume Recovered (bbls) |
| | Is the concentration of dissolved chloride in the produced water >10,000 mg/l? | Yes No |
| Condensate | Volume Released (bbls) | Volume Recovered (bbls) |
| 🛛 Natural Gas | Volume Released (Mcf) 21.34 | Volume Recovered (Mcf) |
| Other (describe) | Volume/Weight Released (provide units) | Volume/Weight Recovered (provide units) |

Cause of Release

Non-reportable release caused by internal corrosion. Upon due diligence activities including excavation, residual river water leached into the excavation. This location is approximately ½ mile from the Pecos River.

| nge 2 | 7:28:09 PM tate of New Mexico | | Incident ID nAPP2214535072 | | |
|---|--|---|---|--|--|
| | Oil Conservation Division | | District RP | | |
| | | | Facility ID | | |
| | | | Application ID | | |
| Was this a major release as defined by 19.15.29.7(A) NMAC? | If YES, for what reason(s) does t | he responsible party consider | isider this a major release? | | |
| | | | | | |
| 🗌 Yes 🖾 No | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | Ini | tial Response | | | |
| The responsible | party must undertake the following actions | immediately unless they could create | e a safety hazard that woi | ld result in injury | |
| | | | | | |
| | ease has been stopped. | | | | |
| | as been secured to protect human he | | | | |
| Released materials ha | ave been contained via the use of be | erms or dikes, absorbent pade | s, or other containme | nt devices. | |
| All free liquids and re | ecoverable materials have been rem | oved and managed appropria | ately. | | |
| | | | | | |
| | d above have <u>not</u> been undertaken, | explain why: | | | |
| | d above have <u>not</u> been undertaken, | explain why: | | | |
| | d above have <u>not</u> been undertaken, | explain why: | | | |
| | d above have <u>not</u> been undertaken, | explain why: | | | |
| | d above have <u>not</u> been undertaken, | explain why: | | | |
| | d above have <u>not</u> been undertaken, | explain why: | | | |
| If all the actions described Per 19.15.29.8 B. (4) NM has begun, please attach | d above have <u>not</u> been undertaken, IAC the responsible party may com a narrative of actions to date. If re at area (see 19.15.29.11(A)(5)(a) N | mence remediation immedia emedial efforts have been su | ccessfully complete | d or if the release occurred | |
| If all the actions described Per 19.15.29.8 B. (4) NM has begun, please attach within a lined containmer I hereby certify that the infor regulations all operators are public health or the environr failed to adequately investig | IAC the responsible party may com a narrative of actions to date. If re | mence remediation immedia emedial efforts have been su MAC), please attach all infor ete to the best of my knowledge lease notifications and perform of t by the OCD does not relieve th ose a threat to groundwater, surf | ccessfully completed mation needed for c and understand that pu corrective actions for re the operator of liability face water, human heal | d or if the release occurred losure evaluation. rsuant to OCD rules and cleases which may endanger should their operations have th or the environment. In | |
| If all the actions described Per 19.15.29.8 B. (4) NM has begun, please attach within a lined containmer I hereby certify that the infor regulations all operators are public health or the environr failed to adequately investig addition, OCD acceptance of and/or regulations. | IAC the responsible party may com a narrative of actions to date. If ront area (see 19.15.29.11(A)(5)(a) N rmation given above is true and complete required to report and/or file certain reformant. The acceptance of a C-141 report ate and remediate contamination that p | mence remediation immedia emedial efforts have been su MAC), please attach all infor ete to the best of my knowledge lease notifications and perform of t by the OCD does not relieve th ose a threat to groundwater, surf | ccessfully complete mation needed for c and understand that pu corrective actions for ra- ne operator of liability s ace water, human heal pliance with any other | d or if the release occurred losure evaluation. rsuant to OCD rules and cleases which may endanger should their operations have th or the environment. In | |
| If all the actions described Per 19.15.29.8 B. (4) NM has begun, please attach within a lined containmer I hereby certify that the infor regulations all operators are public health or the environr failed to adequately investig addition, OCD acceptance of and/or regulations. | IAC the responsible party may com a narrative of actions to date. If re- nt area (see 19.15.29.11(A)(5)(a) N rmation given above is true and comple- required to report and/or file certain re- nent. The acceptance of a C-141 repor ate and remediate contamination that p f a C-141 report does not relieve the op | mence remediation immedia emedial efforts have been su MAC), please attach all infor ete to the best of my knowledge lease notifications and perform of t by the OCD does not relieve th ose a threat to groundwater, surf erator of responsibility for comp | ccessfully complete mation needed for c and understand that pu corrective actions for ra- e operator of liability s face water, human heal pliance with any other Specialist | d or if the release occurred losure evaluation. rsuant to OCD rules and cleases which may endanger should their operations have th or the environment. In | |

OCD Only

Received by: _____ Date: _____

.

Received by OCD: 3/15/2023 7:28:09 PM



| | Gas Release Vo | lume Calculat | tor | | |
|-------------------------------------|----------------|---|-----|--|--|
| Date: | | 5/9/2022 | | | |
| Site or Line Name: | | | | | |
| Area of hole in pipe: | 0.25 | square inches | | | |
| Absolute Pressure: | 100 | psia - absolute pressure (psia = psig gauge pressure + 14.7 | | | |
| Duration of Release: | 60.00 | minutes | | | |
| Temperature: | 80 | Degrees F | | | |
| Absolute Pressure: | 14.7 | psia (Gauge Pressure + 14.7) | | | |
| Representative Gas Analysis | | Please attach or email a representative gas analysis | | | |
| Constants | | | | | |
| Temperature at standard conditions: | 60 | Deg. F | | | |
| Pressure at standard conditions: | 14.7 | PSIA | | | |
| Volume of Gas - SCF | 32.31 | MSCF | | | |

| | Note | 5 | |
|--|------------|--------|--|
| | Entered by | y user | |
| | Calculated | Value | |

APPENDIX F – TERRACON STANDARD OF CARE, LIMITATION, AND RELIANCE

TERRACON STANDARD OF CARE, LIMITATION, AND RELIANCE

Standard of Care

Terracon's services were performed in a manner consistent with generally accepted practices of the profession undertaken in similar studies in the same geographical area during the same time. Terracon makes no warranties, either express or implied, regarding the findings, conclusions, or recommendations. Please note that Terracon does not warrant the work of laboratories, regulatory agencies, or other third parties supplying information used in the preparation of the report. These services were performed in accordance with the scope of work agreed with you, Durango Midstream LLC, as reflected in our proposal (PAR227116).

Additional Scope Limitations

The development of this Amended RAP is based on information provided by the Client and Terracon's remediation and construction services line. Such information is subject to change over time. Certain indicators of the presence of hazardous substances, petroleum products, or other constituents may have been latent, inaccessible, unobservable, nondetectable, or not present during these services. We cannot represent that the site contains no hazardous substances, toxic materials, petroleum products, or other latent conditions beyond those by information provided by the Client. The data, interpretations, findings, and recommendations are based solely upon reformation executed within the scope of these services.

Reliance

This report has been prepared for the exclusive use of Durango Midstream LLC, and any authorization for use or reliance by any other party (except a governmental entity having jurisdiction over the site) is prohibited without the express written authorization of Durango Midstream LLC and Terracon. Any unauthorized distribution or reuse is at Durango Midstream LLC sole risk. Notwithstanding the foregoing, reliance by authorized parties will be subject to the terms, conditions, and limitations stated in the proposal and Durango Midstream LLC and Terracon's Master Services Agreement. The limitation of liability defined in the terms and conditions is the aggregate limit of Terracon's liability to Durango Midstream LLC and all relying parties unless otherwise agreed in writing.

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

| Operator: | OGRID: |
|------------------------------|---|
| FRONTIER FIELD SERVICES, LLC | 221115 |
| 10077 Grogans Mill Rd. | Action Number: |
| The Woodlands, TX 77380 | 197700 |
| | Action Type: |
| | [C-141] Release Corrective Action (C-141) |
| | |

| co | ND | ITI | 10 | ١S | |
|----|----|-----|----|----|--|
| | | | | | |

Created By Condition Condition Date We have received your closure report and final C-141 for Incident #NAPP2214535072 HNULIK #2, thank you. This closure is approved. On future reports, 7/26/2023 rhamlet please refer to the Spill Rule Clarification Document (September 6, 2019). A grab, not composite, sample(s) should be gathered in areas undisturbed by oil and gas activities, nominally uphill from the release area, and no closer than 50 feet but no farther than 100 feet from the lateral and horizontal extents of a release's impact. The background sampling should be representative of the entire horizontal and vertical extent of the release. Other means may be acceptable to OCD, but only after review and a written determination. Please make sure all background locations are clearly marked on Site Map on future reports or the report will be immediately denied.

CONDITIONS

Action 197700