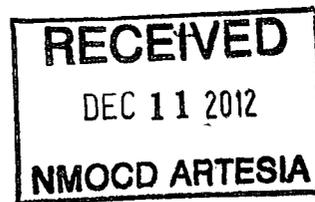




December 6, 2012



Mr. Mike Bratcher
NMOCD District 2
811 S. 1st Street
Artesia, NM 88210

AMARILLO
921 North Bivins
Amarillo, Texas 79107
Phone 806.467.0607
Fax 806.467.0622

ARTESIA
408 West Texas Ave.
Artesia, New Mexico 88210
Phone 575.746.8768
Fax 575.746.8905

AUSTIN
911 West Anderson Lane
Suite 202
Austin, Texas 78757
Phone 512.989.3428
Fax 512.989.3487

HOBBS
318 East Taylor Street
Hobbs, New Mexico 88240
Phone 575.393.4261
Fax 575.393.4658

MIDLAND
2901 State Hwy 349
Midland, Texas 79706
Phone 432.522.2133
Fax 432.522.2180

SAN ANTONIO
11 Commercial Place
Schertz, Texas 78154
Phone 210.265.8025
Fax 210.568.2191

TULSA
525 South Main Street
Suite 535
Tulsa, Oklahoma 74103
Phone 918.742.0871
Fax 918.382.0232

Subject: **Remediation and Closure Report**
Devon Energy
Strawberry 7 Federal No. 2
API # 30-015-32375 2RP-1152

Dear Mr. Bratcher,

Devon Energy had contracted Talon/LPE (Talon) to perform soil assessment and remediation services at the referenced Strawberry 7 Federal No. 2. The results of our soil assessment, completed remediation activities and closure request are submitted herein.

Background Information

The Strawberry 7 Federal No. 2 is located approximately thirty-eight (38) miles southeast of Artesia, New Mexico. The legal location for the site is Section 7, Township 19 South and Range 31 East in Eddy County, New Mexico. More Specifically the latitude and longitude for the location are 32.678618 North and 103.9058936 West.

According to the soil survey provided by the United States Department of Agriculture National Resources Conservation Services, the soil in this area is made up of Potter-Simona complex with 5 to 25 percent slopes. The local surface and shallow geology, Quaternary Age sedimentary deposits, is comprised of loamy alluvium and eolian sands which includes silty soils underlain by hard caliches. Drainage courses in this area are normally dry. According to the Texaco/Chevron Eddy Co. Water Trend Data Map (2005) the depth to groundwater is approximately 150-foot deep.

The ranking for this site is 0 based on the as following:

| | |
|--------------------------------|--------|
| Depth to ground water | >100' |
| Wellhead Protection Area | >1000' |
| Distance to surface water body | >1000' |

ENVIRONMENTAL CONSULTING
ENGINEERING
DRILLING
CONSTRUCTION
SPILL MANAGEMENT
GENERAL CONTRACTING

Toll Free: 866.742.0742
www.talonlpe.com

Incident Description

On May 11, 2012 a test heater vent malfunctioned causing the heater to bypass gas to the oil stock tank and the tank released oil out of the thief hatch. The pressure blew out the gasket on the waterleg and sprayed oil on the heater and the surrounding area. A total of 30 barrels of oil was also released inside the bermed area of the tank battery. A vacuum truck was immediately called to the location and recovered 26 barrels of standing fluid. A site plan illustrating the work area is attached.

Remedial Actions Taken

On August 20, 2012 Talon personnel mobilized to the site to begin excavation of the impacted area in accordance with the approved work plan. The impacted soil within the area of the release was excavated to a depth of 3-4 feet and transported to a NMOCD approved solid waste disposal facility, CRI, pursuant to the work plan. The excavated area was left open until approval to backfill was obtained from the BLM.

On October 11, 2012 Talon personnel mobilized to the site to begin closure soil sampling activities on the bottom and sidewalls of the excavation per the BLM and OCD requirements. Grab soil samples were collected and submitted for laboratory analysis.

All soil samples were collected by Talon personnel wearing clean nitrile gloves. The soil samples were placed in laboratory provided sample containers, iced and transported to Cardinal Laboratories in Hobbs, New Mexico for analysis. The samples were tested for TPH (Total Petroleum Hydrocarbons) using EPA Method 8015M, and volatile organics (BTEX) using EPA Method 8021B. The chlorides were analyzed per SM4500Cl-B. The complete laboratory reports are attached as Appendix II.

Analytical Results

Analytical results received from Cardinal Laboratories are summarized below:

October 17, 2012

| <u>Sample</u> | <u>BTEX</u> | <u>Chlorides</u> | <u>TPH (mg/kg)</u> |
|---------------|-------------|------------------|--------------------|
| S-3 | <0.150 | 336 | 330 |
| S-4 | <0.150 | 320 | 15.7 |
| S-5 | <0.150 | 32 | <10 |
| S-6 | <0.150 | 480 | <10 |
| S-7 | <0.150 | 32 | 62.2 |
| S-8 | <0.150 | 144 | 2750 |
| S-9 | <0.150 | 256 | <10 |
| S-10 | <0.150 | 208 | <10 |
| S-11 | <0.150 | 112 | <10 |
| S-12 | <0.150 | 128 | 78.4 |
| S-13, 0.5' | -- | <16 | -- |
| S-14, 0.5' | -- | 352 | -- |

--Analyte Not Tested

For this site's ranking, New Mexico Oil Conservation District action level criterion for BTEX is 50 mg/kg, Benzene is 10 mg/kg and TPH is 5,000 mg/kg. The chloride remediation standard is considered to be 1,000 mg/kg.

Summary and Conclusions

- Ground water in the project vicinity is approximately 150-feet below land surface.
- The impacted soil from this release was excavated from 3-feet to 4-feet deep. The excavated soil was transported to a NMOCED approved solid waste disposal facility, CRI.
- BLM granted approval to backfilled the excavated area to grade using new material transported from a local borrow pit. The areas were contoured to match the existing terrain and seeded using the recommended seed mixture.
- Based on the depth to groundwater and the remedial actions implemented, it is unlikely that the impacts identified from this release will pose a threat to groundwater.

Closure

On behalf of Devon Energy Corporation, we respectfully request that no further actions be required and that closure with respect to this release be granted.

If we can provide additional information or be of further assistance please contact our office at 575.746.8768.

Respectfully submitted,

TALON/LPE

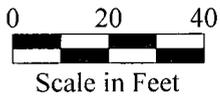
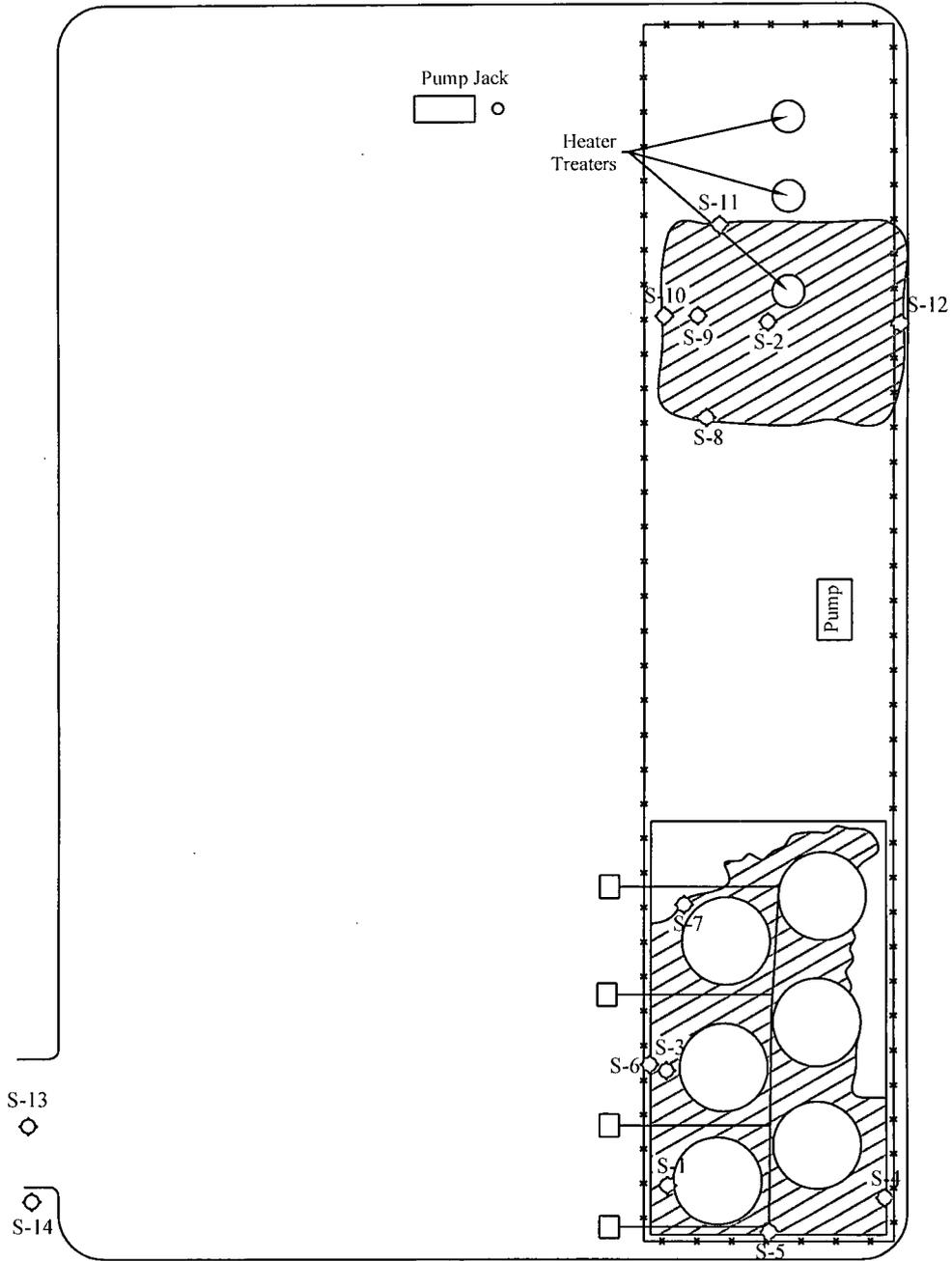


Mike Stubblefield
Project Manager



David J. Adkins
District Manager

SITE MAP



Legend

- ◇ - Sample Locations
- x- - Fence line
- ▨ - Impacted Area



Date: 06/06/2012
 Scale: 1" = 40'
 Drawn By: TJS

Strawberry 7 Federal No. 2
 Devon Energy Corporation
 Artesia, New Mexico
 Figure 1 - Site Plan

APPENDIX I
SEEDING LABELS

Curtis & Curtis Seed
 4500 N. Prince
 Clovis, NM 88101
 Phone: 575-762-4759

Talon Drilling LP
 3 Acre BLM #3 & #4, Broadcast Rate
 6 - 1/2 Acre Bags @ 23.47 Bulk Pounds
 Job: Strawberry 7 Fed #2
 B-7-19S-31E
 T0794.027.02

Lot# M-11148

| Item | Origin | Purity | Germ | Dormant | Germ & Dormant | Test Date | Total PLS Pounds |
|--------------------|------------|-----------------------------------|--------|---------|------------------------|-----------|------------------|
| Sideoats Grama | New Mexico | 40.30% | 73.00% | 1.00% | 74.00% | 09/12 | 42.00 |
| Vaughn | | | | | | | |
| Blue Grama | Colorado | 8.19% | 57.00% | 21.00% | 78.00% | 05/12 | 9.00 |
| Lovington | | | | | | | |
| Alkali Sacaton | New Mexico | 4.44% | 21.00% | 75.00% | 96.00% | 03/12 | 6.00 |
| VNS | | | | | | | |
| Four Wing Saltbush | New Mexico | 35.51% | 34.00% | 26.00% | 60.00% | 01/12 | 30.00 |
| VNS | | | | | | | |
| Other Crop: | 00.05% | There Is 6 Bags For This Mix | | | Total Bulk Pounds: 141 | | |
| Weed Seed: | 00.32% | This Bag Weighs 23.47 Bulk Pounds | | | | | |
| Inert Matter: | 11.19% | Use This Bag For 1/2 Acres | | | | | |

Curtis & Curtis Seed
 4500 N. Prince
 Clovis, NM 88101
 Phone: 575-762-4759

Talon Drilling LP
 3 Acre BLM #3 & #4, Broadcast Rate
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| Sideoats Grama | New Mexico | 40.30% | 73.00% | 1.00% | 74.00% | 09/12 | 42.00 |
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| Weed Seed: | 00.32% | This Bag Weighs 23.47 Bulk Pounds | | | | | |
| Inert Matter: | 11.19% | Use This Bag For 1/2 Acres | | | | | |

Curtis & Curtis Seed
 4500 N. Prince
 Clovis, NM 88121
 Phone: 575-752-4759

Talen Drilling LP
 3 Acre BLM #3 & #4, Broadcast Rate
 6 - 1/2 Acre Bags @ 23.47 Bulk Pounds
 Job: Strawberry 7 Fed #2
 B-7-19S-31E
 700794027.02

Lot# M-11148

| Item | Origin | Purity | Germ | Dormant | Germ & Dormant | Test Date | Total PLS Pounds |
|---------------------------|------------|--------|--------|---------|----------------|-----------|------------------|
| Sideoats Grama Vaughn | New Mexico | 40.30% | 73.00% | 1.00% | 74.00% | 09/12 | 42.00 |
| Blue Grama Lovington | Colorado | 8.19% | 57.00% | 21.00% | 78.00% | 03/12 | 9.00 |
| Alkali Sacaton VNS | New Mexico | 4.44% | 21.00% | 75.00% | 96.00% | 03/12 | 6.00 |
| Four Wing Saltbush VNS | New Mexico | 35.51% | 34.00% | 26.00% | 60.00% | 01/12 | 30.00 |

Other Crop: 00.05% There Is 6 Bags For This Mix Total Bulk Pounds: 141
 Weed Seed: 00.32% This Bag Weighs 23.47 Bulk Pounds
 Inert Matter: 11.19% Use This Bag For 1/2 Acres

Curtis & Curtis Seed
 4500 N. Prince
 Clovis, NM 88101
 Phone: 575-762-4759

Talen Drilling LP
 3 Acre BLM #3 & #4, Broadcast Rate
 6 - 1/2 Acre Bags @ 23.47 Bulk Pounds
 Job: Strawberry 7 Fed #2
 B-7-19S-31E
 700794027.02

Lot# M-11148

| Item | Origin | Purity | Germ | Dormant | Germ & Dormant | Test Date | Total PLS Pounds |
|---------------------------|------------|--------|--------|---------|----------------|-----------|------------------|
| Sideoats Grama Vaughn | New Mexico | 40.30% | 73.00% | 1.00% | 74.00% | 09/12 | 42.00 |
| Blue Grama Lovington | Colorado | 8.19% | 57.00% | 21.00% | 78.00% | 03/12 | 9.00 |
| Alkali Sacaton VNS | New Mexico | 4.44% | 21.00% | 75.00% | 96.00% | 03/12 | 6.00 |
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Lot# M-11148

| Item | Origin | Purity | Germ | Dormant | Germ & Dormant | Test Date | Total PLS Pounds |
|------------------------|------------|--------|--------|---------|----------------|-----------|------------------|
| Sideoats Grama Vaughn | New Mexico | 40.30% | 73.00% | 1.00% | 74.00% | 09/12 | 42.00 |
| Blue Grama Lovington | Colorado | 8.19% | 57.00% | 21.00% | 78.00% | 03/12 | 9.00 |
| Alkali Sacaton VNS | New Mexico | 4.44% | 21.00% | 75.00% | 96.00% | 03/12 | 6.00 |
| Four Wing Saltbush VNS | New Mexico | 35.51% | 34.00% | 26.00% | 60.00% | 01/12 | 30.00 |

Other Crop: 00.05%
 Weed Seed: 00.32%
 Inert Matter: 11.19%

There is 6 Bags For This Mix
 This Bag Weighs 23.47 Bulk Pounds
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Curtis & Curtis Seed
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Lot# M-11148

| Item | Origin | Purity | Germ | Dormant | Germ & Dormant | Test Date | Total PLS Pounds |
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Other Crop: 00.05%
 Weed Seed: 00.32%
 Inert Matter: 11.19%

There is 6 Bags For This Mix
 This Bag Weighs 23.47 Bulk Pounds
 Use This Bag For 1/2 Acres

Total Bulk Pounds: 141

APPENDIX II
LABORATORY RESULTS



October 17, 2012

MIKE STUBBLEFIELD

TALON LPE

408 W. TEXAS AVE.

ARTESIA, NM 88210

RE: STRAWBERRY 7 FED. NO. 2

Enclosed are the results of analyses for samples received by the laboratory on 10/12/12 14:50.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-11-3. 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/qa/lab_accred_certif.html.

Cardinal Laboratories is accredited 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. Keene

Lab Director/Quality Manager

Analytical Results For:

 TALON LPE
 MIKE STUBBLEFIELD
 408 W. TEXAS AVE.
 ARTESIA NM, 88210
 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 3 (H202494-01)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PII) 98.7 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 336 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|------------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|--------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/15/2012 | ND | 181 | 90.3 | 200 | 0.0725 | | |
| DRO >C10-C28 | 330 | 10.0 | 10/15/2012 | ND | 175 | 87.3 | 200 | 1.06 | | |

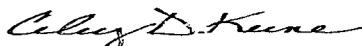
Surrogate: 1-Chlorooctane 82.0 % 65.2-140

Surrogate: 1-Chlorooctadecane 86.6 % 63.6-154

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 whatsoever 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, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors 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.



Celey D. Keene, Lab Director/Quality Manager

Analytical Results For:

 TALON LPE
 MIKE STUBBLEFIELD
 408 W. TEXAS AVE.
 ARTESIA NM, 88210
 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 4 (H202494-02)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PIE) 98.8 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 320 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|------------------------|-------------|-----------------|------------|-----------------|-----|------------|---------------|--------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 181 | 90.3 | 200 | 0.0725 | | |
| DRO >C10-C28 | 15.7 | 10.0 | 10/16/2012 | ND | 175 | 87.3 | 200 | 1.06 | | |

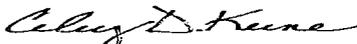
Surrogate: 1-Chlorooctane 80.2 % 65.2-140

Surrogate: 1-Chlorooctadecane 77.6 % 63.6-154

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 whatsoever 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, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors 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.



Celey D. Keene, Lab Director/Quality Manager

Analytical Results For:

 TALON LPE
 MIKE STUBBLEFIELD
 408 W. TEXAS AVE.
 ARTESIA NM, 88210
 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 5 (H202494-03)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PII) 96.3 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|-------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 32.0 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|--------------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | <10.0 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

Surrogate: 1-Chlorooctane 85.5 % 65.2-140

Surrogate: 1-Chlorooctadecane 79.8 % 63.6-154

Cardinal Laboratories

* = Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager

Analytical Results For:

 TALON LPE
 MIKE STUBBLEFIELD
 408 W. TEXAS AVE.
 ARTESIA NM, 88210
 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 6 (H202494-04)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PID) 100 % 89.4-126

| Chloride, SM4500CI-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 480 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

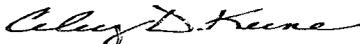
| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|--------------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | <10.0 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

Surrogate: 1-Chlorooctane 88.7 % 65.2-140
Surrogate: 1-Chlorooctadecane 87.8 % 63.6-154

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Analytical Results For:

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 MIKE STUBBLEFIELD
 408 W. TEXAS AVE.
 ARTESIA NM, 88210
 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 7 (H202494-05)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PIC) 102 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|-------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 32.0 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|------------------------|-------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | 62.2 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

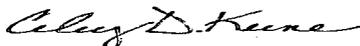
Surrogate: 1-Chlorooctane 90.7 % 65.2-140

Surrogate: 1-Chlorooctadecane 92.5 % 63.6-154

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 ARTESIA NM, 88210
 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 8 (H202494-06)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PIC) 99.6 % 89.4-126

| Chloride, SM4500CI-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 144 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|------------------------|-------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | 2750 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

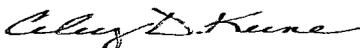
Surrogate: 1-Chlorooctane 83.3 % 65.2-140

Surrogate: 1-Chlorooctadecane 139 % 63.6-154

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| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 9 (H202494-07)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PIC) 101 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 256 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|--------------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | <10.0 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

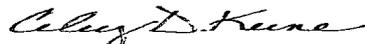
Surrogate: 1-Chlorooctane 91.4 % 65.2-140

Surrogate: 1-Chlorooctadecane 92.5 % 63.6-154

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 MIKE STUBBLEFIELD
 408 W. TEXAS AVE.
 ARTESIA NM, 88210
 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 10 (H202494-08)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PII) 101 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 208 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|--------------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | <10.0 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

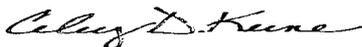
Surrogate: 1-Chlorooctane 87.9 % 65.2-140

Surrogate: 1-Chlorooctadecane 89.8 % 63.6-154

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 Fax To: (575) 745-8905

| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 11 (H202494-09)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PIE) 99.5 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 112 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|--------------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | <10.0 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

Surrogate: 1-Chlorooctane 87.6 % 65.2-140

Surrogate: 1-Chlorooctadecane 88.3 % 63.6-154

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| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 12 (H202494-10)

| BTEX 8021B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------|--------|-----------------|------------|-----------------|------|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Benzene* | <0.050 | 0.050 | 10/16/2012 | ND | 2.17 | 108 | 2.00 | 5.24 | | |
| Toluene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.99 | 99.4 | 2.00 | 4.39 | | |
| Ethylbenzene* | <0.050 | 0.050 | 10/16/2012 | ND | 1.96 | 97.8 | 2.00 | 4.26 | | |
| Total Xylenes* | <0.150 | 0.150 | 10/16/2012 | ND | 5.74 | 95.6 | 6.00 | 3.82 | | |

Surrogate: 4-Bromofluorobenzene (PIE) 103 % 89.4-126

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | 128 | 16.0 | 10/16/2012 | ND | 416 | 104 | 400 | 3.92 | | |

| TPH 8015M | | mg/kg | | Analyzed By: MS | | | | | | |
|------------------------|-------------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| GRO C6-C10 | <10.0 | 10.0 | 10/16/2012 | ND | 180 | 90.0 | 200 | 8.27 | | |
| DRO >C10-C28 | 78.4 | 10.0 | 10/16/2012 | ND | 179 | 89.6 | 200 | 8.85 | | |

Surrogate: 1-Chlorooctane 84.0 % 65.2-140

Surrogate: 1-Chlorooctadecane 82.7 % 63.6-154

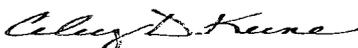
Sample ID: S-13 0.5 BGS (H202494-11)

| Chloride, SM4500Cl-B | | mg/kg | | Analyzed By: AP | | | | | | |
|----------------------|--------|-----------------|------------|-----------------|-----|------------|---------------|------|-----------|--|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier | |
| Chloride | <16.0 | 16.0 | 10/16/2012 | ND | 400 | 100 | 400 | 0.00 | | |

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| | | | |
|-------------------|-------------------------|---------------------|---------------|
| Received: | 10/12/2012 | Sampling Date: | 10/11/2012 |
| Reported: | 10/17/2012 | Sampling Type: | Soil |
| Project Name: | STRAWBERRY 7 FED. NO. 2 | Sampling Condition: | Cool & Intact |
| Project Number: | 700794.027.01 | Sample Received By: | Jodi Henson |
| Project Location: | SEC.7-T19S-R31E | | |

Sample ID: S - 14 0.5 BGS (H202494-12)

| Chloride, SM4500Cl-B | mg/kg | Analyzed By: AP | | | | | | | |
|----------------------|------------|-----------------|------------|--------------|-----|------------|---------------|------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 352 | 16.0 | 10/16/2012 | ND | 400 | 100 | 400 | 0.00 | |

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 whatsoever 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, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors 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.



Celey D. Keene, Lab Director/Quality Manager

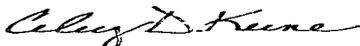
Notes and Definitions

- 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

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*=Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

101 East Marland, Hobbs, NM 88240
(575) 393-2326 FAX (575) 393-2476

| Company Name: <u>Talon/LPE</u> | | BILL TO | | ANALYSIS REQUEST | | | | | | | | | | | | | | | | | | | | | |
|---|-----------------------------|-----------------------------------|-------------|--|------|--|--------|------------------|------------|---|--------|------|------|--|--|----------|--|----------|--|------------|------------|-----------------|--|--|--|
| Project Manager: <u>Mike Stullfeldt</u> | | P.O. #: | | | | | | | | | | | | | | | | | | | | | | | |
| Address: <u>408 West Texas Ave</u> | | Company: <u>Talon/LPE</u> | | | | | | | | | | | | | | | | | | | | | | | |
| City: <u>Artispa</u> State: <u>NM</u> Zip: <u>88210</u> | | Attn: | | | | | | | | | | | | | | | | | | | | | | | |
| Phone #: <u>575-441-7751</u> Fax #: | | Address: | | | | | | | | | | | | | | | | | | | | | | | |
| Project #: <u>200704.029.01</u> Project Owner: <u>Devon Energy Co</u> | | City: | | | | | | | | | | | | | | | | | | | | | | | |
| Project Name: <u>Staraberry 2 Fed. No. 2</u> | | State: Zip: | | | | | | | | | | | | | | | | | | | | | | | |
| Project Location: <u>sec. 2 - TMS - R31E</u> | | Phone #: | | | | | | | | | | | | | | | | | | | | | | | |
| Sampler Name: <u>Mike Stullfeldt</u> | | Fax #: | | | | | | | | | | | | | | | | | | | | | | | |
| FOR LAB USE ONLY | | | | | | | | | | | | | | | | | | | | | | | | | |
| Lab I.D. | Sample I.D. | (G)RAB OR (C)OMP. # CONTAINERS | MATRIX | | | | | | | | | | | | | PRESERV. | | SAMPLING | | BOIS M TPH | BOZIB BTEA | Total chlorides | | | |
| | | | GROUNDWATER | WASTEWATER | SOIL | OIL | SLUDGE | OTHER: | ACID/BASE: | ICE / COOL | OTHER: | DATE | TIME | | | | | | | | | | | | |
| <u>H202494</u> | <u>S-13 0.5 BGS *</u> | | | | | | | | | | | | | | | | | | | | | | | | |
| <u>11</u> | <u>S-4 6" top near road</u> | / | | | | | | | | | | | | | | | | | | | | | | | |
| <u>12</u> | <u>S-5 6" top near road</u> | / | | | | | | | | | | | | | | | | | | | | | | | |
| | <u>S-14 0.5 BGS *</u> | | | | | | | | | | | | | | | | | | | | | | | | |
| <small>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 the client for the 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 liable for incidental or consequential damages, including without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise.</small> | | | | | | | | | | | | | | | | | | | | | | | | | |
| Relinquished By: <u>Mike Stullfeldt</u> | | Date: <u>10/12/12</u> | | Received By: <u>Aliso Mung</u> | | Phone Result: <input type="checkbox"/> Yes <input type="checkbox"/> No | | Add'l Phone #: | | REMARKS: <u>* Sample id changed as per Mike. 10/17/12.</u> | | | | | | | | | | | | | | | |
| Relinquished By: | | Date: | | Received By: | | Fax Result: <input type="checkbox"/> Yes <input type="checkbox"/> No | | Add'l Fax #: | | | | | | | | | | | | | | | | | |
| Time: <u>2:50 pm</u> | | Time: | | Time: | | CHECKED BY: <u>[Signature]</u> | | Sample Condition | | | | | | | | | | | | | | | | | |
| Delivered By: (Circle One) Sampler - UPS - Bus - <u>Other</u> | | 50 | | Cool Intact <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | | | | | | | | | | | | | | | | | | | | | |

† Cardinal cannot accept verbal changes. Please fax written changes to (575) 393-2326

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FINAL C-141

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised March 17, 1999

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

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | |
|---|-----------------------------|
| Name of Company: Devon Energy | Contact: Merle Lewis |
| Address: P. O. Box 250 Artesia, NM 88211 | Telephone No.: 575-748-6304 |
| Facility Name: Strawberry 7 Federal #2 | Facility Type: Oil Well |

| | | |
|---------------|---------------|---|
| Surface Owner | Mineral Owner | Lease No. API #30-015-32375 2RP-1152 |
|---------------|---------------|---|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|--------------|-----------------|--------------|-----------------------|---------------------------|-----------------------|------------------------|----------------|
| Unit Letter B | Section 7 | Township 19S | Range 31E | Feet from the 1300 | North/South Line North | Feet from the 1750 | East/West Line East | County Eddy |
|------------------|--------------|-----------------|--------------|-----------------------|---------------------------|-----------------------|------------------------|----------------|

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Oil | Volume of Release – 30 bbls | Volume Recovered 26 bbls |
| Source of Release Test Heater Vent Valve Malfunctioned | Date and Hour of Occurrence 5/11/12, 7:30AM | Date and Hour of Discovery 5/11/12, 7:30 am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? BLM / Terry Gregston & OCD / Mike Bratcher | |
| By Whom? Merle Lewis | Date and Hour 5/11/2012 9 | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

If a Watercourse was Impacted, Describe Fully.*

N/A

Describe Cause of Problem and Remedial Action Taken.*
A test heater vent malfunctioned causing the heater to bypass gas to the oil stock tank and the tank released oil out of the thief hatch. The pressure blew out the gasket on the waterleg and sprayed oil on the heater and the surrounding area. A total of 30 barrels of oil was also released inside the bermed area of the tank battery. A vacuum truck was immediately called to the location and recovered 26 barrels of standing fluid.

Describe Area Affected and Cleanup Action Taken.* Talon/LPE was contracted for the correction of this release. The impacted area from this release was excavated to a depth of 4-feet deep, analytical testing was completed. The excavation was backfilled to grade using new material, contoured to match the surrounding location and seeded with the recommended seed mixture for area.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD 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 NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD 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.

| | | |
|--|----------------------------------|-----------------------------------|
| Signature:  | OIL CONSERVATION DIVISION | |
| Printed Name: Jerry Chaney | Approved by District Supervisor: | |
| Title: Assistant Production Forman | Approval Date: | Expiration Date: |
| Date: 12/4/2012 Phone: | Conditions of Approval: | Attached <input type="checkbox"/> |

* Attach Additional Sheets If Necessary