1R -

GENERAL CORRESPONDENCE

YEAR(S):

Hansen, Edward J., EMNRD

From: Hansen, Edward J., EMNRD

Sent: Thursday, October 09, 2008 9:59 AM

To: 'paladinmid@cox.net'

Cc: 'scontreras@sesi-nm.com'; 'Jerri Lee'

Subject: Workplan required for Paladin S. Vacuum SWD Line Leak Site (1R-496)

Dear Mr. Horn:

The New Mexico Oil Conservation Division (OCD) has determined after reviewing your Site Investigation Report, dated June 16, 2008, for the following site:

Paladin S. Vacuum SWD Line Leak Section 35, T18S, R35E Lea County, New Mexico OCD Case #1R-496

that the Paladin Energy Corporation must submit for the site a corrective action workplan in accordance with OCD Rule 116 (19.15.3.116 NMAC) to remediate the ground water contamination at this site. The workplan must include a schedule for immediate implementation of groundwater remediation and source control. The workplan must be submitted to the OCD Santa Fe Office within 30 days.

Paladin should submit one paper copy and an electronic copy on CD for the workplan and for all future workplans and/or reports for the site. Please be sure to include the current corresponding OCD Case # on each of the workplans. If you have any questions regarding this matter, please call me at (505) 476-3489.

Edward J. Hansen Hydrologist Environmental Bureau