District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artena. 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-143 Revised October 10, 2003

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

| Release Notificat | tion and Corrective Action |
|--|--|
| NSEB0900242059 154303 | 3 OPERATOR |
| Name of Company PRIMAL ENERGY CORY | |
| Address 211 HIBHLAND CROSS. SUITE 227 | 7 Telephone No. 575-390-1921 575-631-5010 |
| Facility Name BIB EDDY #132 | Facility Type O/L WELL |
| Surface Owner STATE Mineral Own | mer Lease No. |
| 61≤2777¢ LOCAT | TION OF RELEASE |
| | North/South Line Feet from the East/West Line County |
| J 16 215 29E | EDDV |
| Latitude | Longitude |
| | |
| | RE OF RELEASE |
| Type of Release OIL + WATER | Volume of Release 5 BBIs Volume Recovered NONE |
| Source of Release 117FLL HF.H.C. Was Immediate Notice Given? | Date and Hour of Occurrence Date and Hour of Discovery If YES, To Whom? |
| Yes No Not Requi | |
| | |
| By Whom? Was a Watercourse Reached? | Date and Hour |
| Yes Who | If YES, Volume Impacting the Watercourse. |
| if a Watercourse was Impacted, Describe Fully.* | |
| Describe Cause of Problem and Remodial Action Taken.* WELL HEAR NIPPLE CRACK TAKE STUFFING R REPLACE NIPPLE AND REPLEX STUFFING R CLEAR UP AREN CHILE FOR BRO. | £ 07 · |
| Describe Area Affected and Cleanup Action Taken.* BACKHOE DUG LIF AREA AKCUNE LO 1 FREY CONTAMINATED SOIL TO LAN 5 AMPLES TO LAB. | TOOK SOIL |
| regulations all operators are required to report and/or file certain releasing public health or the environment. The acceptance of a C-141 report by should their operations have failed to adequately investigate and remer | to the best of my knowledge and understand that pursuant to NMOCD rules and ase notifications and perform corrective actions for releases which may endanger by the NMOCD marked as "Final Report" does not relieve the operator of liability ediate contamination that pose a threat to ground water, surface water, human health out does not relieve the operator of responsibility for compliance with any other |
| Signature: William & May | ASCOPTED TO TECOTO NMOCD Approved by District Supervisor: Approved by District Supervisor: ASCOPTED TO TECOTO Remediation Actions to be completed and Final C-141 submirted with confurmation analyses/documentation on or before the |
| Printed Name: 1124/AM 18 DEAN | Expiration Date |
| Title: LEASE OPERATOR | Approval Date: Expiration Date: March 2, 2009 |
| E-mail Address: DEANSPAMFING @ AOL . COM Date: 12-7-08 Phone: 575-621-5012 | Conditions of Approval: STIPULATIONS Attached |
| Date: 12-1-08 Phone: 375-62/-30/2 | 2RP - 28/2 |







PHONE (575) 393-2328 . 101 E MARLAND - HOBBS, NM 88240

ANALYTICAL RESULTS FOR CWS BACKHOE SERVICE ATTN C.W. MOTES 1118 14TH ST. EUNICE, NM 88231 FAX TO: (575) 394-0132

Receiving Date: 11/26/08
Reporting Date: 11/26/08
Project Owner: NOT GIVEN

Project Name: BIG EDDY
Project Location: EDDY COUNTY, NM

Analysis Date: 11/26/08 Sampling Date: 11/26/08 Sample Type: SOIL Sample Condition: INTAC

Sample Condition: INTACT Sample Received By: AB

Analyzed By: HM

CIT

| LAB NO. SAMPLE ID | | (mg/kg) | | |
|-------------------|---|------------|--|--|
| H16432-1 | DIRTY | 6,000 | | |
| H16432-2 | CLEAN | 2,240 | | |
| | | | | |
| | ر المراجعة المراجعة المراجعة المراجعة ال | | | |
| | | | | |
| | a i të sëlë a una nga a me emble e re | | | |
| Ouslik Con | inal | E413 | | |
| Quality Con | | 510 | | |
| True Value | QC | 500 | | |
| True Value | QC . | 500 102 | | |
| True Value | QC | 500 | | |

Note. Analyses performed on 1:4 w.v aqueous extracts.

1 c Mars -

Date

H16432 Primal Energy

PLEASE NOTE: Liability and Darmages. Cardinet's diability and client's exclusive remisely for any cigin arising, whether based in contract or fort. Shall be limited to the amount paid by client for any sec. All claims including those for negligence and any other cause what server shell be deemed valued unless made in writing and received by Cardinal within thirty [39] days after completion of the applicable servers in no event shall Cardinal be hebte for incidental or consequential damages, including without limitation, business interruptions, loss of use, or loss of use, or loss of profils incurred by client its subsidiance, similates or successors small got of or related to the performance of services because by Cardinal, regardless of whather such claim is based upon any of the above-stellar response or otherwise. Results related only to the sembles identified above. This report shell not be reproduced except in full with written approval of Cardinal Lecturations.



ANALYTICAL RESULTS FOR CW'S BACKHOE SERVICE ATTN: C. W. MOTES **1118 14TH STREET EUNICE, NM 88231** FAX TO. (575) 394-0132

Receiving Date: 11/26/08

Reporting Date: 12/01/08

Project Number: BIG EDDY Project Name: NOT GIVEN

LAB NUMBISAMPLE ID

Project Location: EDDY COUNTY, NM

Sampling Date: 11/26/08

Sample Type: SOIL

Sample Condition: INTACT Sample Received By: AB

Analyzed By: AB/ZL

TOTAL ETHYL BENZENE TOLUENE BENZENE **XYLENES** (mg/kg) (mg/kg) (mg/kg) (mg/kg)

| ANALYSIS DATE | 11/30/08 | 11/30/08 | 11/30/08 | 11/30/08 |
|-----------------------------|----------|----------|----------|----------|
| H16432-1 DIRTY | 0.398 | 1.60 | 4.46 | 13.5 |
| H16432-2 CLEAN | <0.050 | 0 068 | 0.066 | 0.505 |
| Quality Control | 0.042 | 0 045 | 0.043 | 0.134 |
| True Value QC | 0 050 | 0.050 | 0.050 | 0.150 |
| % Recovery | 84.0 | 90.0 | 88.0 | 89.3 |
| Relative Percent Difference | 8.8 | 2.1 | 11 | 0.7 |

METHOD: EPA SW-846 8021B

TEXAS NELAP CERTIFICATION T104704398-08-TX FOR BENZENE, TOLUENE, ETHYL BENZENE, AND

TOTAL XYLENES.

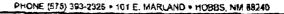
12/02/08

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H16432 B CWBS

PLEASE NOTE Liability and Damages Cardinal's liability and clant's exclusive remedy for any claim anality, whether beased in contract or tord, shall be illimited to the amount paid by clent for analyses all claims including those for regigence and any other cause whethere is a desired waived unless made in whiting and received by Cardinal within thirty (30) days after conclusion of the applicable searcher, in no event what Cardinal is estable for incidental or consequential damages including without firmidates, business interruptions, loss of use, or loss of profite incurred by clant its subskitching artifacts or successors a king out of or molecular to the performance of services hereunder by Cardinal, regardless of writing out of or molecular to the performance of services hereunder by Cardinal, regardless of Cardinal Leborato is

6866466476





ANALYTICAL RESULTS FOR CWS BACKHOE SERVICE ATTN: C.W MOTES 1118 14TH ST. **EUNICE, NM 88231** FAX TO: (575) 394-0132

Receiving Date: 11/26/08 Reporting Date, 12/02/08 Project Number: BIG EDDY

Project Name. NOT GIVEN

Project Location: EDDY COUNTY, NM

Sampling Date: 11/26/08 Sample Type: SOIL

Sample Condition. INTACT

Sample Received By: AB

Analyzed By AB

| I AR NI IMPER SAMOI E ID | GRO (C ₈ -C ₁₀) | ORO (>C ₁₀ -C ₂₈) |
|--------------------------|---|---|
| LAB NUMBER SAMPLE ID | (mg/kg) | (mg/kg) |

| ANALYSIS DATE: | 12/01/08 | 12/01/08 |
|--|------------|----------|
| H16432-1 DIRTY | 2,830 | 30,200 |
| H16432-2 CLEAN | <10.0 | 15.4 |
| | 595 | 515 |
| Augith Control | | |
| | | L |
| Quality Control True Value QC % Recovery | 500 119 | 500 |

METHOD: SW-846 8015 M

H18432 T CWBS

PLEASE NOTE Liability and Damages. Cardinal's liability and client's exclusive remedy for any derivative match withing and received by Cardinal within (\$7.00) days after completion of the applicable All claims, including those for replicance and any other cause whatevever shall be deemed wived unless made in writing and received by Cardinal within (\$7.00) days after completion of the applicable approach in or event shall Cardinal to label for incidence or consequential damages, including, without limitation, business interruptions, loss of use, or day of position incidence or consequential damages, including, without limitation, business interruptions, loss of use, or day of position incidence or day of the performance of services hereunder by Cardinal, regardless of whether such claim is besed upon any of the above-based reasons or otherwise. Results relate only to the samples behalfed above. This report shall not be reproduced except in tall with written approval of Cardinal above.

ARDINAL LABORATORIES
101 East Martand, Hobbs, NM 88240
(575) 393-2326 Fax (575) 393-247

| (575) 393-2326 Fax (575) 393-2476 | | Paga of |
|--|--|--------------------------------|
| Company Name: | BILL TO | ANALYSIS REQUEST |
| Project Manager. (W. Moles | P.O st: | |
| 75 TAN 8 | Company: PRIMA (ANDESY | C |
| BUNICE | 31 June 21021 Jon brock Plan | Dr. |
| ** | 7 Man Address: SAME Chita 140 | |
| BIG EDISY Project Owner 0 | 3. | |
| Project Name: | Suste: Tx 2:p: 77377 | |
| Project Location: EDDY COUNTY | Phone #: | |
| L ' | To an and a second | |
| ا ا ا | MATRIX PRESERV SAMPLING | |
| G)RAB OR (C)OM CONTAINERS CROUNDWATER NASTEWATER | SOIL DIL SLUDGE DTHER ACID/BASE GE/COOL DTHER | TPH BTEK |
| 1010 | litzola, | |
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| Rollinguishad By. Received By. | Con Con | which TH : OTEX by phone (box |
| Delivered By: (Circle One) Sans | te Condition Cy | |
| Sampler - UPS - Bus - Other: | Yes X Yes | |
| † Cardinal cannot accept verbal changes. Please fax written changes to \$75-383-2476. | hanges to \$75-393-2476. | |

6255465G/C

∂.q

CW'S BACKHOE SERVICE

(575) 394-0421 • (575) 605-2291 P.O. Box 1083 • Eunice, New Mexico 88231

24 HOUR SERVICE

| Company | | Order No. | | | DATE | • ' | |
|----------|----------------|-----------|----------|---------|-----------|-----|-----|
| Address | ` | | Well No. | 12 - | Lease , | ٠, | |
| Operator | TYPE WORK PERI | FORMED | | HOURS | RATE | AMC | UNT |
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| | 2 1/2/2 | | | | TOTAL | ٠, | |

SUPERIOR PRINTING SERVICE, INC.

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



January 2, 2009

Primal Energy Corporation 21021 Springbrook Plaza Dr., Suite 160 Spring, TX 77379

RE:

Big Eddy Unit 132 30-015-27778

J-16-21S-29E Eddy County, New Mexico

2RP-286

Dear Operator:

This office is in receipt of your C-141 regarding the produced fluids release at this facility.

NMOCD Rule 19.15.3.116 NMAC states in part, "The responsible person must complete division approved corrective action for releases which endanger public health or the environment. Releases will be addressed in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

A <u>guide</u> document intended to provide direction for remediation of soils and fresh waters contaminated as a result of leaks, spills, or releases of oilfield wastes and products is found on OCD's web site at the following link: http://www.emnrd.state.nm.us/ocd/documents/7C spill1.pdf

The following actions are **required** to be addressed in the **remediation plan**:

- Horizontal and vertical delineation of the spill by soil sampling. Delineation is required until contamination reaches background levels or a site specific acceptable level. Any constituent(s) of concern—to include but not limited to TPH, BTEX, and chlorides—are to be addressed in the delineation and remediation plan.
- Prepare a sketch of the site indicating where and at what depths the samples were taken.
- Submit laboratory results of sampling and the work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at the site.

Notify the OCD **48** hours prior to obtaining samples where analyses of samples obtained are to be submitted to the OCD. Notification is to include date and time of sample event.

Within 30 days, **on or before February 2, 2009,** completion of a remediation work plan should be finalized and submitted to the Division summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely.

Sherry Bonham NMOCD District II 575.748 1283 X109

