

AP -

99

ANNUAL MONITORING REPORT

YEAR(S):

2008



TETRA TECH

RECEIVED

2009 MAR 19 AM 11 51

CERTIFIED MAIL
RETURN RECEIPT NO. 7006 0100 0001 2434 0077

AP-99

March 13, 2009

Mr. Brad Jones
New Mexico Energy, Minerals, & Natural Resources Dept.
Oil Conservation Division, Environmental Bureau
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505

Re: 2008 Annual Groundwater Summary Report & Project Status Report, Rice Operating Company, Justis Saltwater Disposal System (SWD), E-1 Vent, Unit E, Section 1, T-25-S, R-37-E, Lea County, New Mexico, NMOCD CASE #1R0423-06

Dear Mr. Jones:

Tetra Tech Inc. (Tetra Tech) submits the following 2008 Annual Groundwater Summary Report for the Rice Operating Company (ROC), E-1 Vent, located in the Justis Salt Water Disposal System. ROC is the service provider (agent) for the Justis Salt Water Disposal System and has no ownership of any portion of the pipeline, well or facility. The Justis SWD system is owned by a consortium of oil producers, system partners, who provide all operating capital on a percentage ownership/usage basis.

Background

The E-1 vent was composed of three boxes at the same location. As the boxes did not have individual names, they were collectively referred to as the E-1 vent. As part of the ROC Junction Box Upgrade Workplan, starting on November 11, 2003, the junction boxes were removed and the site was investigated vertically and horizontally with a backhoe. The site was excavated to the approximate dimensions of 20' x 20' x 12'. TPH impact was noted to a depth of at least 12' below the ground surface, and a 4-wall composite sample had a concentration of 1,280 mg/kg.

The excavated soil was landfarmed onsite and replaced into the excavation to a depth of 6' below ground surface (bgs). At 6' bgs, a 1.5' thick compacted clay barrier was installed to inhibit further chloride migration. The remaining soils were backfilled on

Tetra Tech

1910 North Big Spring, Midland, TX 79705

Tel 432.682.4559 Fax 432.682.3946 www.tetrattech.com



top of the clay barrier and contoured to the surrounding surface. A new junction box was installed 100' north of the old site.

On March 17, 2004, a hollow-stem auger unit was utilized to conduct one soil boring at the former junction box site. Groundwater was encountered at a depth of 89.2' bgs. VOC's ceased at a depth of approximately 25' bgs. The chloride concentrations did not decline with depth. The site was disclosed to the NMOCD as a potential groundwater impact site on March 19, 2004. Additionally, ROC submitted a Junction Box Disclosure Report to the NMOCD dated April 5, 2004.

On September 1, 2006, ROC submitted the ICP to Wayne Price of the NMOCD-Santa Fe office for review. Mr. Ed Hansen granted approval of the ICP in an email dated August 6, 2007.

Between August 6 and 7 and October 1 and 2, 2007, Highlander personnel were onsite to oversee the installation of three monitor wells (MW-1 through MW-3) along with six soil borings (SB-2 through SB-7) located around, up, and down gradient of the release area. The affected surface area measured approximately 20' by 20'. Soil samples were collected every 5 feet for the monitor wells and every 2.5 feet for the soil borings utilizing a split spoon sampler and field screened for chlorides. Field analytical results indicated that soil borings SB-2 through SB-6 had elevated chloride levels in various zones ranging from 6 to 40 feet bgs. The elevated chlorides varied with depth but ranged from 260 mg/Kg in SB-5 at 4 to 6 feet bgs to 4,745 mg/Kg in SB-5 at 18 to 20 feet bgs. Field analytical results for SB-7 ranged from 296 mg/Kg at 20 to 25 feet bgs to 659 mg/Kg at 5 to 10 feet bgs. Of the three monitor wells, MW-1 had the highest levels of elevated chlorides in the soil ranging from 286 mg/Kg at 3 to 5 feet bgs to 1,208 mg/Kg at 23 to 25 feet bgs. The two remaining monitor wells, MW-2 and MW-3, had several horizons exceeding 250 mg/Kg chlorides, which decreased with depth. The boring logs with field chloride results are enclosed in Appendix A.

On March 31, 2008, Highlander personnel were onsite to oversee the installation of two additional monitor wells (MW-4 and MW-5) in order to complete delineation of the groundwater impact at the site. No field analytical results for chlorides were available for the soils since the wells were drilled utilizing water from the surface to the terminus of the borings based upon previous problems with borehole collapse. The boring logs along with the monitor completion diagrams are included in Appendix A.

In October 2008, ROC submitted a Stage 1/Stage 2 Abatement Plan to the NMOCD. The plan included detail information on the possible impact to the site from an upgradient source. ROC proposed removal of 136,000 gallons of impacted water based on mass calculation from the data presented. As of this annual report, no response has been received from the NMOCD on the abatement plan.



Monitor Well Sampling

The monitor wells have been sampled on a quarterly basis since installation in the third quarter of the 2007. For 2008, monitor wells MW-1 through MW-3 were sampled on February 26, while all five monitor wells were sampled on May 22, August 26, and November 25. Prior to sampling, the monitor wells were gauged and approximately three casing volumes of water were purged from the wells prior to sampling. The pump and associated tubing were decontaminated with a laboratory grade detergent and rinsed with deionized water. Cumulative water level measurements and purge volumes for the monitor wells are included in the Tables Section of this report.

The well was also inspected for the presence of phase-separated hydrocarbons (PSH). Groundwater samples were collected as soon as possible after the groundwater returned to its static level. Groundwater samples were collected using clean disposable polyethylene bailers and disposable line. The samples were transferred into labeled and preserved containers provided by the laboratory. The samples were delivered under proper chain-of-custody control to Cardinal Labs of Hobbs, New Mexico. The groundwater samples were analyzed for major anions by methods 310.1, 9253 and 375.4, cations by method 6010B, Total Dissolved Solids (TDS) by method 160.1 and Benzene, Toluene, Ethylbenzene, and Xylene (BTEX) by method EPA 8021B. Copies of the laboratory reports are enclosed in Appendix B.

Monitor Well Sample Results

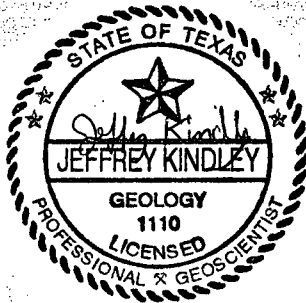
The chloride concentrations for the five monitor wells were elevated throughout the year and have ranged from a low of 1,680 mg/L in up-gradient MW-4, in November 2008, to 4,100 mg/L in monitor wells MW-1 (source area) and MW-3 (down-gradient) in August and May 2008, respectively. The chloride concentrations for the five wells were relatively stable throughout the year. There were no BTEX constituents at or above the New Mexico Water Quality Control Commission (WQCC) standards for the year. Cumulative analytical data is summarized in the Table Section of this report.

Conclusions

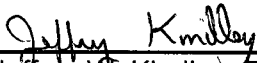
1. In 2008, there were no BTEX constituents detected at or above the New Mexico Water Quality Control Commission (WQCC) standards.
2. Chloride concentrations for the five monitor wells were elevated through the year and have ranged from a low of 1,680 mg/L in up-gradient MW-4, to a high of 4,100 mg/L in source area MW-1 and down-gradient monitor well MW-3. The five wells were relatively stable throughout the year.
3. Quarterly monitoring at the site will continue and an annual report will be prepared and submitted to the NMOCD in the first quarter of 2010.



TETRA TECH



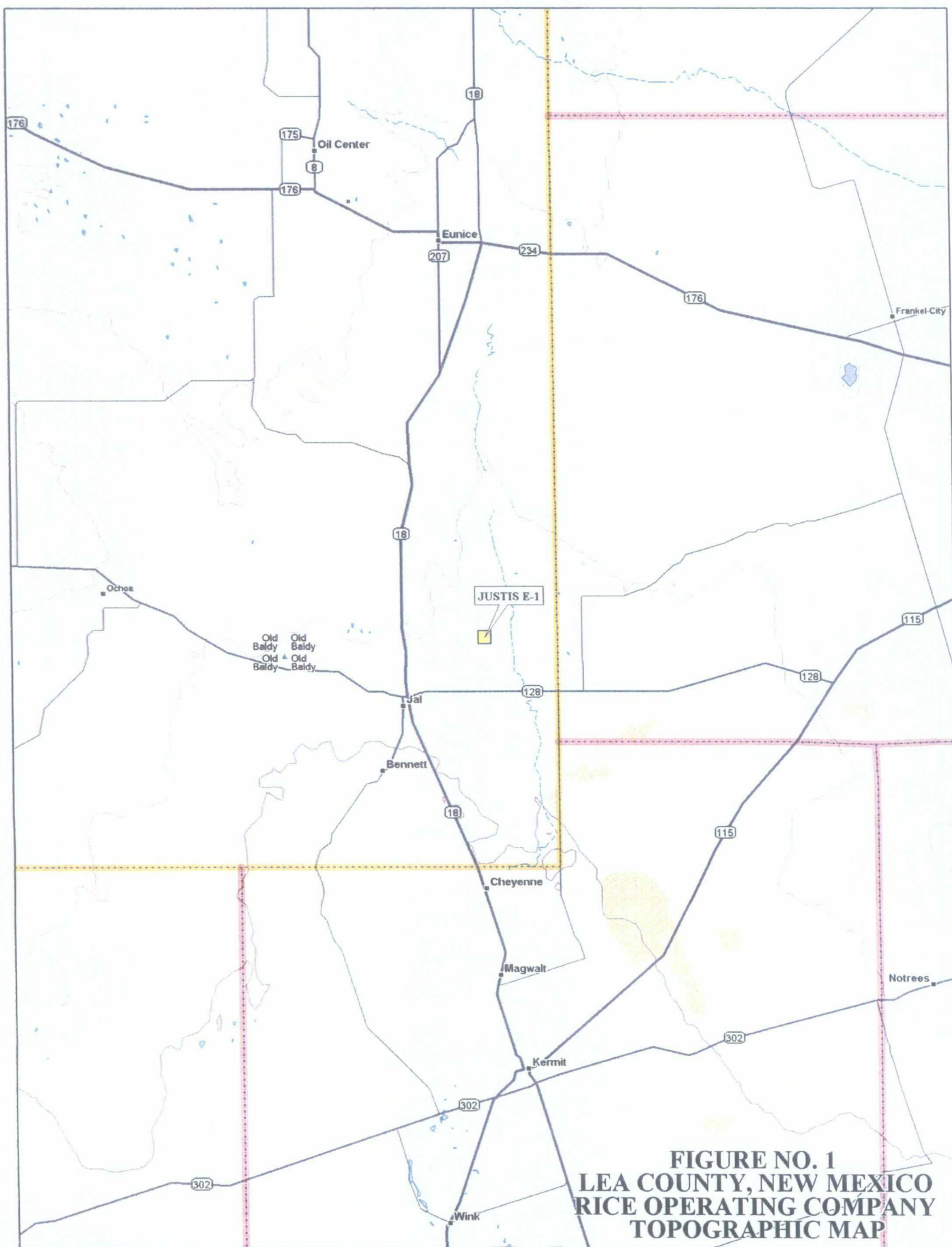
Respectfully Submitted,
Tetra Tech, Inc.



Jeffrey W. Kindley, P.G.
Senior Project Manager

cc: Hack Conder –ROC, Edward Hansen – NMOCD
Enclosures: Figures, Tables, Laboratory Analysis

FIGURES



**FIGURE NO. 1
LEA COUNTY, NEW MEXICO
RICE OPERATING COMPANY
TOPOGRAPHIC MAP**



© 2002 DeLorme. 3-D TopoQuads ®. Data copyright of content owner.
www.delorme.com

Scale 1 : 400,000

1" = 6.31 mi



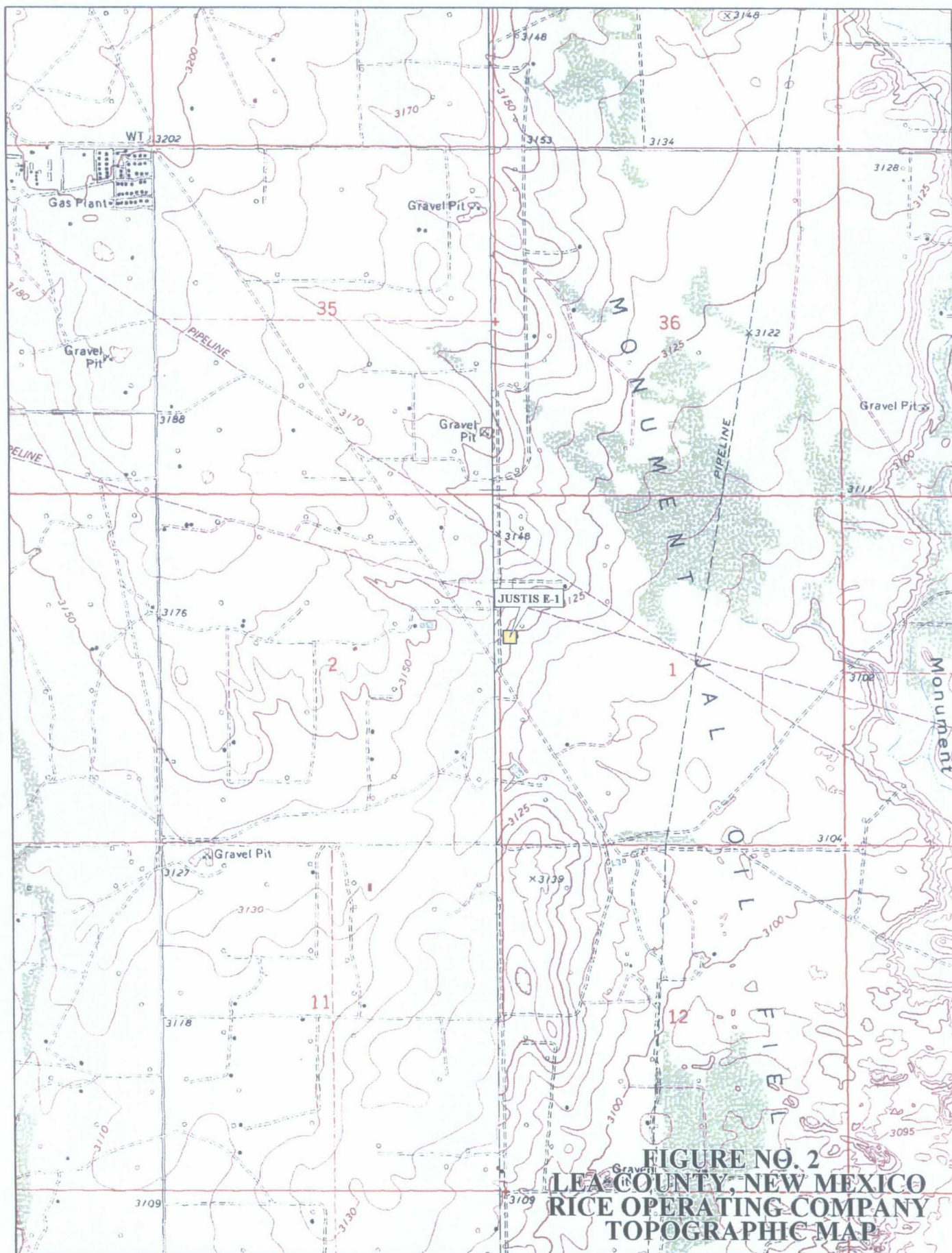
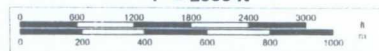


FIGURE NO. 2
LEA COUNTY, NEW MEXICO
RICE OPERATING COMPANY
TOPOGRAPHIC MAP

Scale 1 : 24,000
1" = 2000 ft



© 2002 DeLorme. 3-D TopoQuads ©. Data copyright of content owner.
www.delorme.com



FIGURE NO. 3
LEA COUNTY, NEW MEXICO
RICE OPERATING COMPANY
JUSTIS E-1 SITE MAP
TETRA TECH, INC. MIDLAND, TEXAS

DATE: 8/26/08
DWG. BY: JJ
INCHES: 20x34
SCALE: 1" = 50'



MW-5

MW-3

MW-1

MW-2

MW-4

E-1
JCT. BOX

VENT

SB-5

SB-6

SB-2

SB-1

SB-7

FORMER
JCT. BOX'S

SB-3

SB-4

MONITOR WELL
SOIL BORING



⊕ MONITOR WELL
○ SOIL BORING
CONTOUR INTERVAL = 0.25'

1" = 50'
50'

DATE:
2/9/08
DWG. BY:
JJ
FILE:
RICE 20454
SITE MAP

FIGURE NO. 4

LEA COUNTY, NEW MEXICO

RICE OPERATING
COMPANY

JUSTIS E-1
GROUND WATER GRADIENT MAP
2/28/08

TETRA TECH
MIDLAND, TEXAS

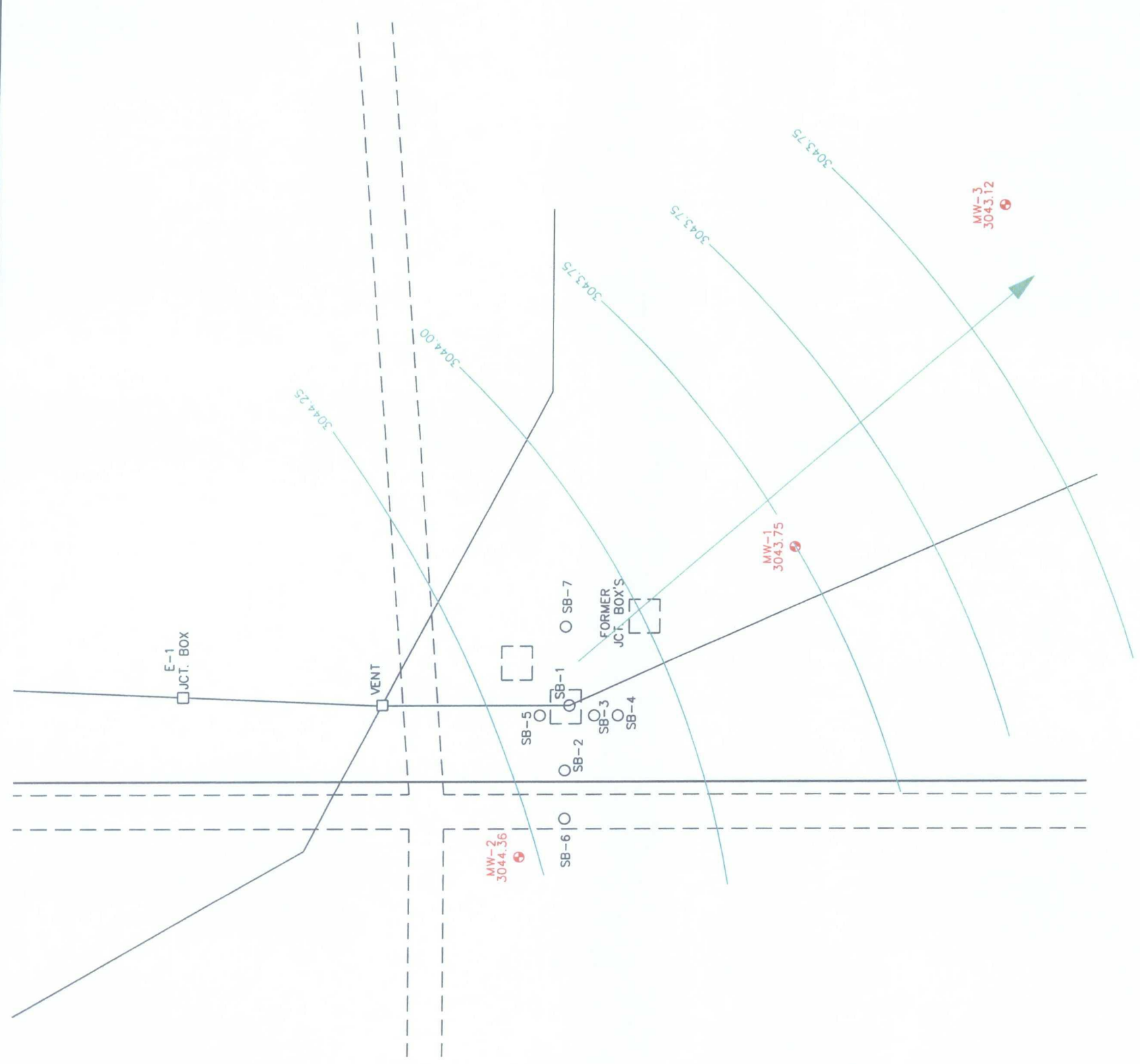


FIGURE NO. 4
LEA COUNTY, NEW MEXICO
RICE OPERATING COMPANY
JUSTIS E-1
GROUND WATER GRADIENT MAP
2/26/08
TETRA TECH
MIDLAND, TEXAS

DATE:	2/9/08
DWG. BY:	JJ
SCALE:	24x36
FIG. NO.	4

SCALE: 1" = 50'

MONITOR WELL
SOIL BORING
CONTOUR INTERVAL = 0.25'



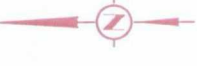
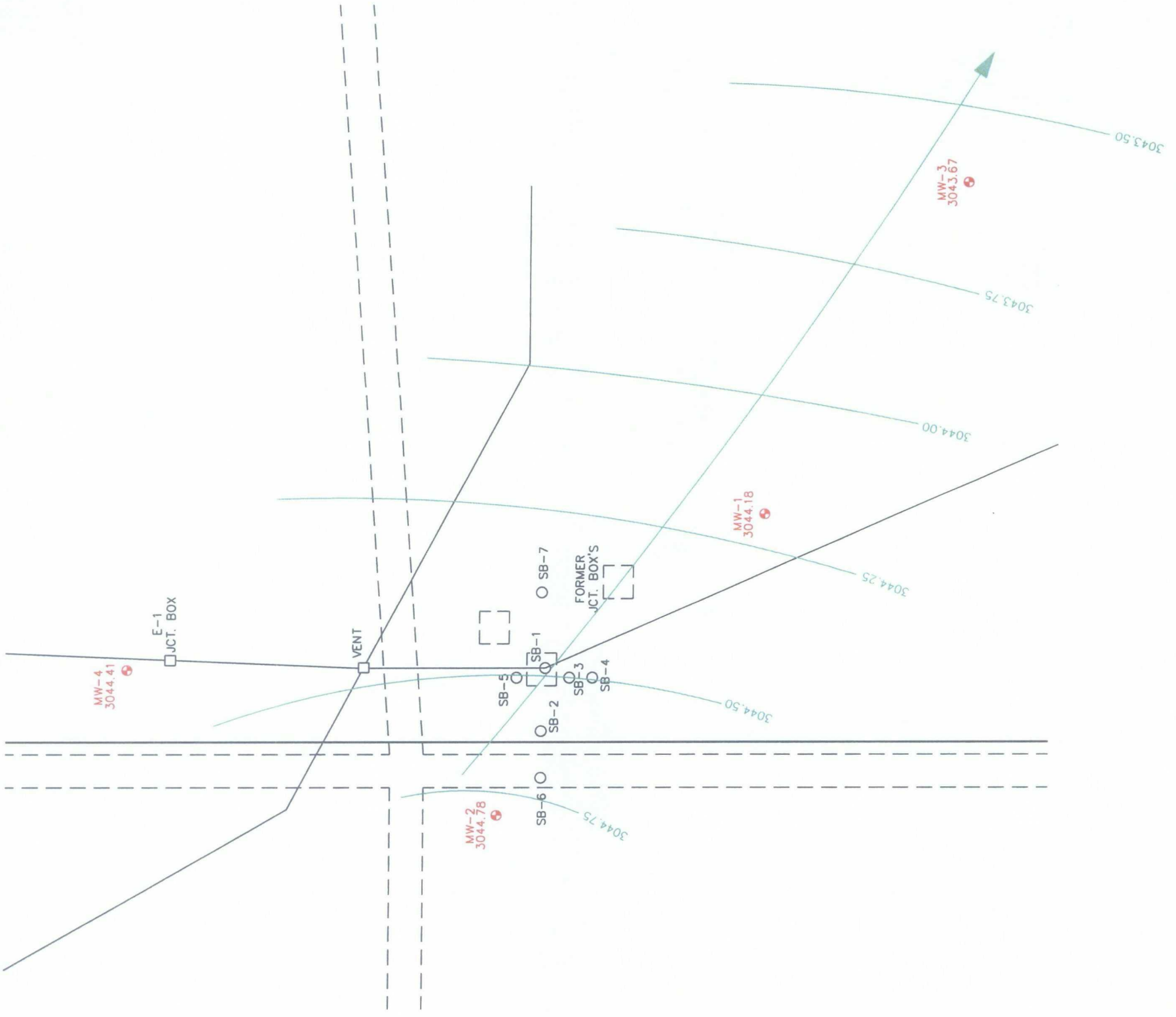


FIGURE NO. 5	
LEA COUNTY, NEW MEXICO	
RICE OPERATING COMPANY	
JUSTIS E-1	
GROUND WATER GRADIENT MAP	
5/22/08	
TETRA TECH	
MIDLAND, TEXAS	

DATE:	8/26/08
DWG. BY:	JJ
FILE NO.:	28404
SHEET NO.:	1



MONITOR WELL
SOIL BORING

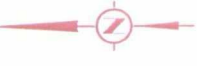


FIGURE NO. 6
LEA COUNTY, NEW MEXICO
RICE OPERATING COMPANY
JUSTIS E-1
GROUND WATER GRADIENT MAP
8/26/08
TETRA TECH MIDLAND, TEXAS

DATE:	8/26/08
DWG. BY:	JJ
FILE NO.:	2043
REV. NO.:	001

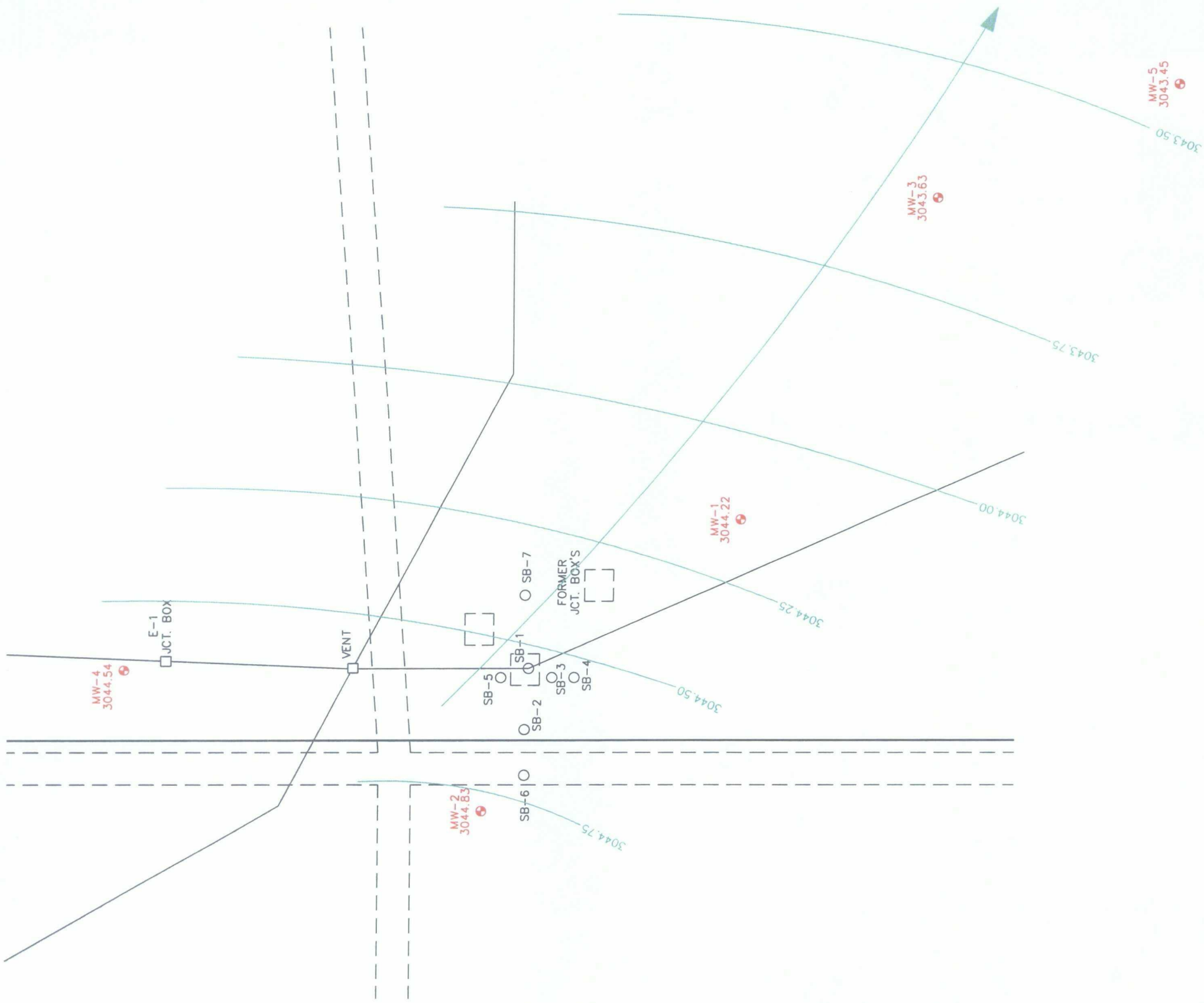


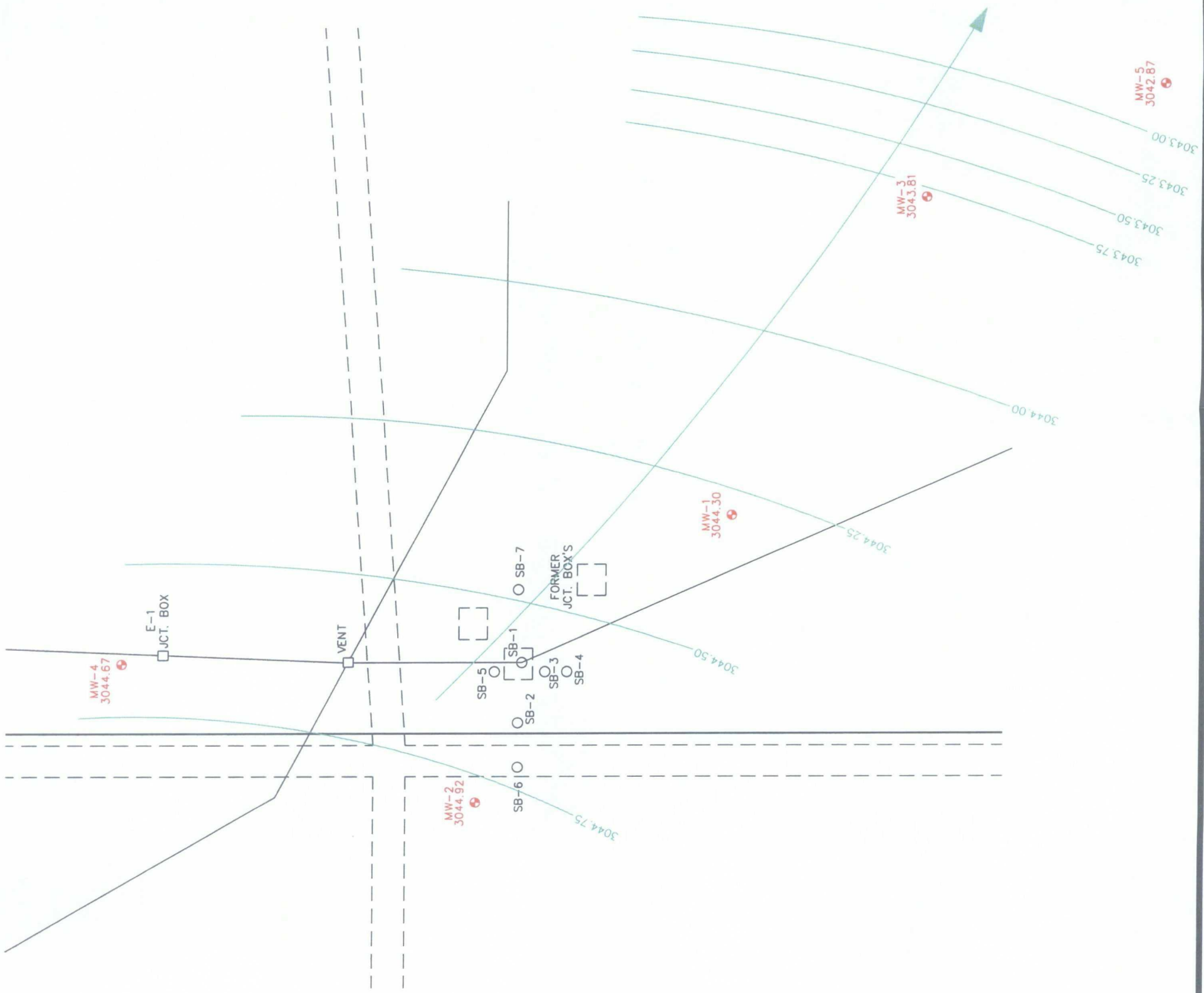


FIGURE NO. 7
LEA COUNTY, NEW MEXICO
RICE OPERATING COMPANY
JUSTIS E-1
GROUND WATER GRADIENT MAP
11/25/08
TETRA TECH MIDLAND, TEXAS

DATE:	8/26/08
DRAWN BY:	JJ
CHECKED BY:	20-03
DATE:	8/26/08



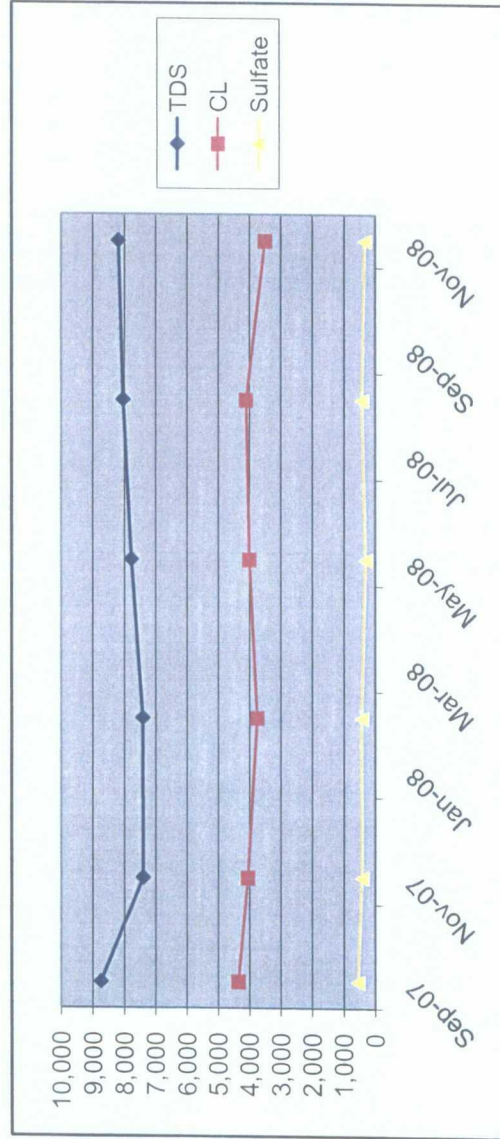
- MONITOR WELL
- SOIL BORING



TABLES

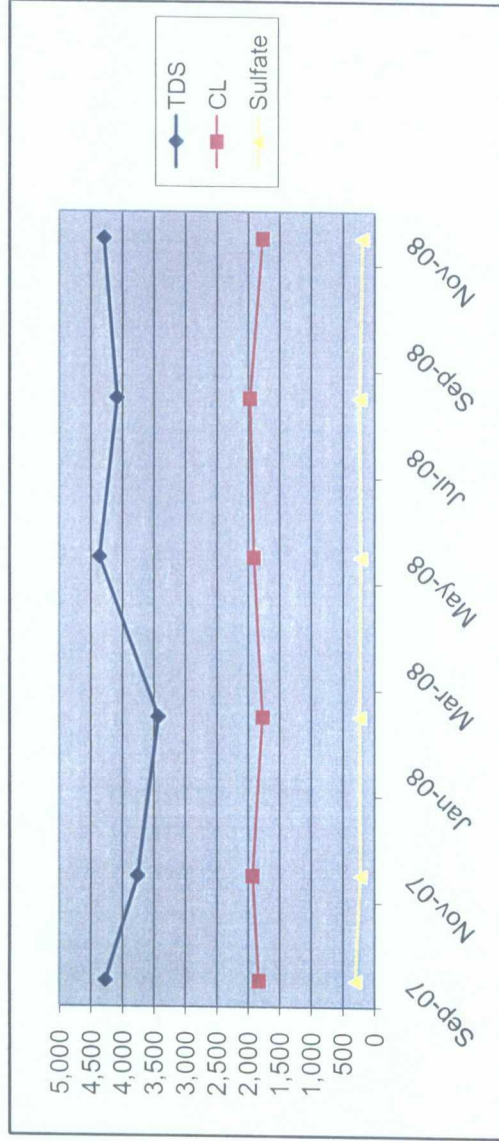
Rice Operating Company
Justis Jct. E-1
Lea County, New Mexico

MW	Depth to Water	Total Depth	Well Volume	Volume Purged	Sample Date	CI	TDS	Benzene	Toluene	Ethyl Benzene	Total Xylenes	Sulfate	Comments
1	88.25	106.41	2.90	10	09/10/07	4,349	8,734	<0.002	<0.002	<0.002	<0.006	558	Clear no odor
1	88.10	106.41	2.90	10	11/15/07	4,050	7,397	<0.001	<0.001	<0.001	<0.003	424	Clear no odor
1	87.85	106.38	3.00	10	02/26/08	3,750	7,410	<0.001	<0.001	<0.001	<0.003	430	Clear no odor
1	87.42	106.38	3.00	10	05/22/08	4,000	7,770	<0.002	<0.002	<0.002	<0.006	310	Clear no odor
1	87.38	106.38	3.00	10	08/26/08	4,100	8,030	<0.001	<0.001	<0.001	<0.003	435	Clear no odor
1	87.30	106.38	3.10	10	11/25/08	3,500	8,180	<0.001	<0.001	<0.001	<0.003	337	Clear no odor
1													



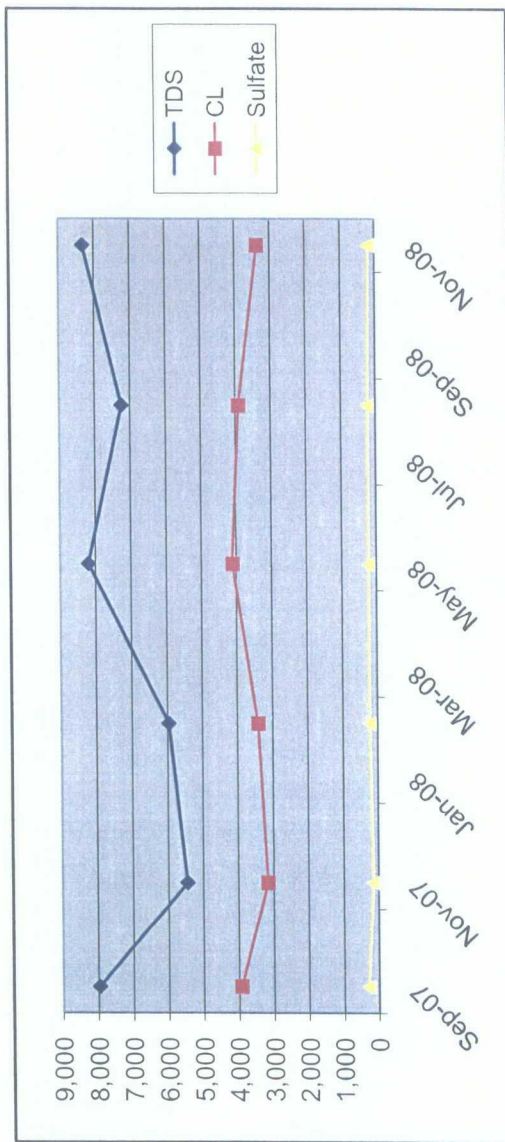
Rice Operating Company
Justis Jct. E-1
Lea County, New Mexico

MW	Depth to Water	Total Depth	Well Volume	Volume Purged	Sample Date	Cl	TDS	Benzene	Toluene	Ethyl Benzene	Total Xylenes	Sulfate	Comments
2	91.71	100.60	1.40	5	09/10/07	1,819	4,268	<0.002	<0.002	<0.002	<0.006	304	Clear no odor
2	91.51	100.60	1.50	5	11/15/07	1,920	3,756	<0.001	<0.001	<0.001	<0.003	223	Clear no odor
2	91.31	100.78	1.50	5	02/26/08	1,760	3,430	<0.001	<0.001	<0.001	<0.003	233	Clear no odor
2	91.89	100.78	1.60	5	05/22/08	1,900	4,360	<0.002	<0.002	<0.002	<0.006	217	Clear no odor
2	90.84	100.78	1.60	5	08/26/08	1,960	4,080	<0.001	<0.001	<0.001	<0.003	232	Clear no odor
2	90.75	100.78	1.60	5	11/25/08	1,760	4,290	<0.001	<0.001	<0.001	<0.003	194	Clear no odor
2													



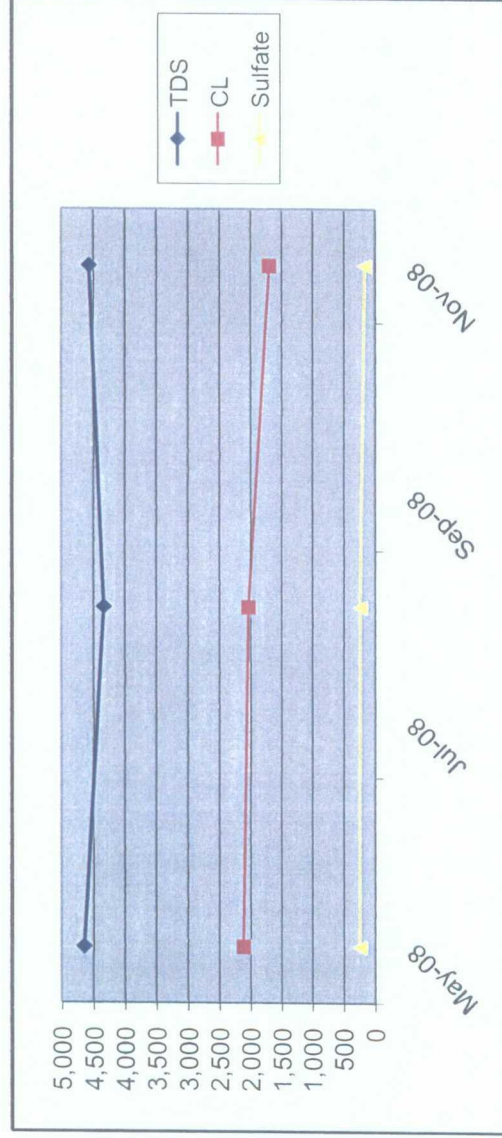
Rice Operating Company
Justis Jct. E-1
Lea County, New Mexico

MW	Depth to Water	Total Depth	Well Volume	Volume Purged	Sample Date	CI	TDS	Benzene	Toluene	Ethyl Benzene	Total Xylenes	Sulfate	Comments
3	86.95	98.90	1.90	7	09/10/07	3,919	7,966	<0.002	<0.002	<0.002	<0.006	305	Clear no odor
3	86.82	98.90	1.90	7	11/15/07	3,150	5,454	<0.001	<0.001	<0.001	<0.003	150	Clear no odor
3	86.58	98.89	2.00	7	02/26/08	3,400	5,960	<0.001	<0.001	<0.001	<0.003	224	Clear no odor
3	86.03	98.89	2.10	7	05/22/08	4,100	8,200	<0.002	<0.002	<0.002	<0.006	225	Clear no odor
3	86.07	98.89	2.10	7	08/26/08	3,900	7,240	<0.001	<0.001	<0.001	<0.003	228	Clear no odor
3	85.89	98.89	2.10	7	11/25/08	3,350	8,320	<0.001	<0.001	<0.001	<0.003	189	Clear no odor
3													



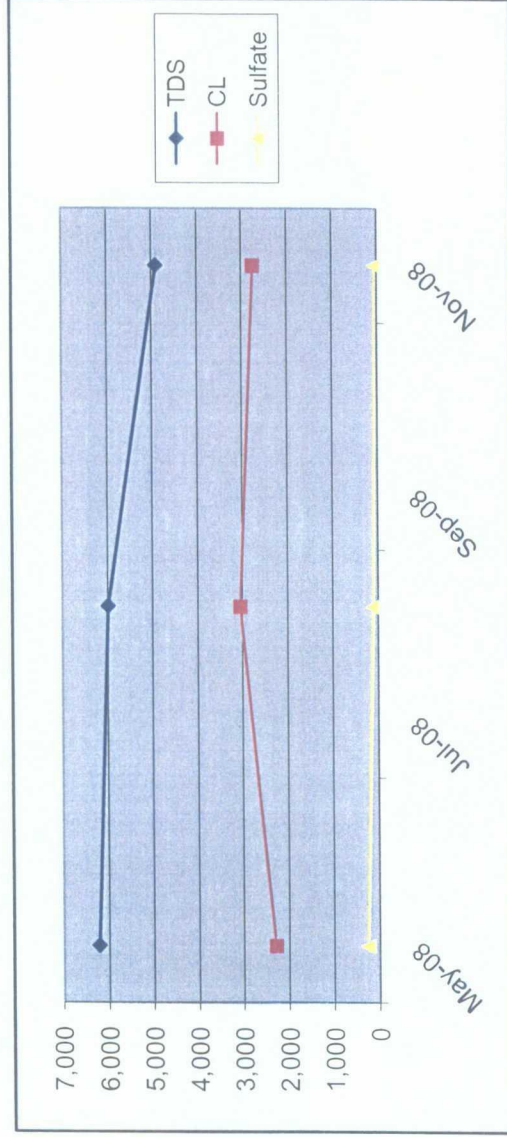
Rice Operating Company
Justis Jct. E-1
Lea County, New Mexico

MW	Depth to Water	Total Depth	Well Volume	Volume Purged	Sample Date	Cl	TDS	Benzene	Toluene	Ethyl Benzene	Total Xylenes	Sulfate	Comments
4	91.35	99.98	1.40	50	05/22/08	2,100	4,640	<0.002	<0.002	<0.002	<0.006	240	Clear
4	91.22	99.98	1.40	40	08/26/08	2,020	4,330	<0.001	<0.001	<0.001	<0.003	234	Clear
4	91.09	99.98	1.40	40	11/25/08	1,680	4,560	<0.001	<0.001	<0.001	<0.003	162	Clear



Rice Operating Company
Justis Jct. E-1
Lea County, New Mexico

MW	Depth to Water	Total Depth	Well Volume	Volume Purged	Sample Date	CI	TDS	Benzene	Toluene	Ethyl Benzene	Total Xylenes	Sulfate	Comments
5	84.66	102.70	2.90	50	05/22/08	2,300	6,220	<0.002	<0.002	<0.002	<0.006	251	Clear
5	84.65	102.70	2.90	40	08/26/08	3,050	5,990	<0.001	<0.001	<0.001	<0.003	106	Clear
5	85.23	102.70	2.80	40	11/25/08	2,750	4,900	<0.001	<0.001	<0.001	<0.003	46	Clear



APPENDIX A
LABORATORY ANALYTICAL



CARDINAL LABORATORIES

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

ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: KRISTIN FARRIS-POPE
122 W. TAYLOR STREET
HOBBS, NM 88240
FAX TO: (575) 397-1471

Receiving Date: 02/29/08
Reporting Date: 03/05/08
Project Number: NOT GIVEN
Project Name: JUSTIS E-1
Project Location: T25S-R37E-SEC1 E~LEA COUNTY, NM

Sampling Date: 02/26/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: ML
Analyzed By: HM/KS

LAB NUMBER SAMPLE ID	Na (mg/L)	Ca (mg/L)	Mg (mg/L)	K (mg/L)	Conductivity (u S/cm)	T-Alkalinity (mgCaCO ₃ /L)
ANALYSIS DATE:	03/05/08	03/04/08	03/04/08	03/05/08	03/03/08	03/03/08
H14354-1 MONITOR WELL #1	1,850	492	157	37.1	11,700	208
H14354-2 MONITOR WELL #2	568	422	141	11.6	5,930	164
H14354-3 MONITOR WELL #3	962	785	270	16.2	10,100	164
Quality Control	NR	49.2	50.8	3.04	1,422	NR
True Value QC	NR	50.0	50.0	3.00	1,413	NR
% Recovery	NR	98.5	102	101	101	NR
Relative Percent Difference	NR	2.8	< 0.1	6.7	0.3	NR

METHODS:	SM3500-Ca-D	3500-Mg E	8049	120.1	310.1
----------	-------------	-----------	------	-------	-------

	Cl ⁻ (mg/L)	SO ₄ (mg/L)	CO ₃ (mg/L)	HCO ₃ (mg/L)	pH (s.u.)	TDS (mg/L)
ANALYSIS DATE:	03/03/08	03/04/08	03/03/08	03/03/08	03/03/08	03/03/08
H14354-1 MONITOR WELL #1	3,750	430	0	254	7.10	7,410
H14354-2 MONITOR WELL #2	1,760	233	0	200	7.14	3,430
H14354-3 MONITOR WELL #3	3,400	224	0	200	6.92	5,960
Quality Control	510	24.0	NR	1000	7.07	NR
True Value QC	500	25.0	NR	1000	7.00	NR
% Recovery	102	96.0	NR	100	101	NR
Relative Percent Difference	4.0	3.6	NR	< 0.1	0.7	NR

METHODS:	SM4500-Cl-B	375.4	310.1	310.1	150.1	160.1
----------	-------------	-------	-------	-------	-------	-------

Kristin Farris-Pope
Chemist

03/05/08
Date

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 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.



ARDINAL LABORATORIES

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

ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: KRISTIN FARRIS-POPE
122 W. TAYLOR
HOBBS, NM 88240
FAX TO: (575) 397-1471

Receiving Date: 02/29/08
Reporting Date: 03/06/08
Project Number: NOT GIVEN
Project Name: JUSTIS E-1
Project Location: T25S-R37E-SEC1 E ~ LEA COUNTY, NM

Sampling Date: 02/26/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: ML
Analyzed By: AB

LAB NUMBER	SAMPLE ID	BENZENE (mg/L)	TOLUENE (mg/L)	ETHYL BENZENE (mg/L)	TOTAL XYLENES (mg/L)
ANALYSIS DATE		03/05/08	03/05/08	03/05/08	03/05/08
H14354-1	MONITOR WELL #1	<0.001	<0.001	<0.001	<0.003
H14354-2	MONITOR WELL #2	<0.001	<0.001	<0.001	<0.003
H14354-3	MONITOR WELL #3	<0.001	<0.001	<0.001	<0.003
Quality Control		0.102	0.096	0.089	0.283
True Value QC		0.100	0.100	0.100	0.300
% Recovery		102	95.5	88.9	94.4
Relative Percent Difference		2.6	2.6	1.7	1.4

METHOD: EPA SW-846 8021B


Chemist


Date

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. ~~H14354-1~~ 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. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

101 East Marland - Hobbs, New
Mexico 88240
Tel (575) 393-2328
Fax (575) 393-2476

Cardinal Laboratories, Inc.

Company Name: RICE Operating Company	BILL TO Company: RICE Operating Company	PO#
Project Manager: Kristin Farris-Pope, Project Scientist	Address: 122 W Taylor Street ~ Hobbs, New Mexico 88240	(Street, City, Zip)
Address: 122 W Taylor Street ~ Hobbs, New Mexico 88240	Phone#: (575) 393-9174	Fax#: (575) 397-1471
Phone #: (575) 393-9174	Fax #: (575) 397-1471	

Project #: _____ Project Name: _____
Justis E-1

Project Location: _____
T25S-R37E-Sec1 E ~ Lea County - New Mexico

Sampler Signatures: Rozanne Johnson (575)631-9310
 rozanne@valornet.com

PRESERVATIVE		SAMPLING
1	2	3

[illegible]

Relinquished by: Rozanne Johnson	Date: 2/29/2008	Time: 13:50	Received by: Victor Subut	Date: 2/29/08	Time: 1:55p
Relinquished by:	Date:	Time:	Received By: (Laboratory Staff)	Date:	Time:

Delivered By: (Circle One) Sampler - UPS - Bus - Other:	Sample Condition		Checked By: <i>MOB</i> (Initials)
	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Cool <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/>	

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

LAB Order ID #

ANALYSIS REQUEST
(Circle or Specify Method No.)[illegible]

Phone Results	Yes	No
Fax Results	Yes	No

REMARKS:

Email Results to: kpope@riceswd.com
lweinheimer@riceswd.com
rozanne@valornet.com



CARDINAL LABORATORIES

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

ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: KRISTIN FARRIS-POPE
122 W. TAYLOR STREET
HOBBS, NM 88240
FAX TO: (575) 397-1471

Receiving Date: 05/21/08
Reporting Date: 05/30/08
Project Number: NOT GIVEN
Project Name: EME JUNCTION A-2-1
Project Location: T20S-R36E-SEC2 A~LEA COUNTY, NM

Sampling Date: 05/20/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: ML
Analyzed By: HM/KS

LAB NUMBER	SAMPLE ID	Na (mg/L)	Ca (mg/L)	Mg (mg/L)	K (mg/L)	Conductivity (uS/cm)	T-Alkalinity (mgCaCO ₃ /L)
ANALYSIS DATE:		05/27/08	05/27/08	05/27/08	05/27/08	05/23/08	05/23/08
H14848-1	MONITOR WELL #1	7,690	413	199	13.0	30,300	716
H14848-2	MONITOR WELL #2	8,120	473	240	13.2	32,300	732
H14848-3	MONITOR WELL #3	6,660	317	168	12.8	26,600	732
Quality Control		NR	52.1	51.0	2.84	1,428	NR
True Value QC		NR	50.0	50.0	3.00	1,413	NR
% Recovery		NR	104	102	94.7	101	NR
Relative Percent Difference		NR	< 0.1	4.8	2.4	1.3	NR

METHODS:	SM3500-Ca-D	3500-Mg E	8049	120.1	310.1
----------	-------------	-----------	------	-------	-------

		Cl (mg/L)	SO ₄ (mg/L)	CO ₃ (mg/L)	HCO ₃ (mg/L)	pH (s.u.)	TDS (mg/L)
ANALYSIS DATE:		05/23/08	05/27/08	05/23/08	05/23/08	05/23/08	05/27/08
H14848-1	MONITOR WELL #1	8,000	6,340	0	874	6.76	22,400
H14848-2	MONITOR WELL #2	8,400	6,990	0	893	6.73	24,200
H14848-3	MONITOR WELL #3	6,600	5,720	0	893	6.84	19,500
Quality Control		510	64.3	NR	976	7.02	NR
True Value QC		500	60.0	NR	1000	7.00	NR
% Recovery		102	107	NR	97.6	100	NR
Relative Percent Difference		< 0.1	7.0	NR	< 0.1	0.7	NR

METHODS:	SM4500-Cl-B	375.4	310.1	310.1	150.1	160.1
----------	-------------	-------	-------	-------	-------	-------

Kristin Pope
Chemist

05/30/08
Date

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. **H14848 RICE** 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. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.



ARDINAL LABORATORIES

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

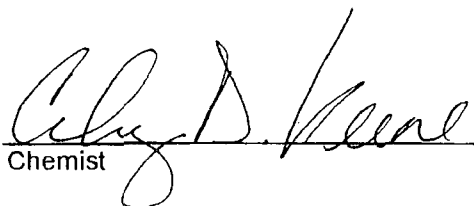
ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: KRISTIN FARRIS-POPE
122 W. TAYLOR ST.
HOBBS, NM 88240
FAX TO: (575) 397-1471

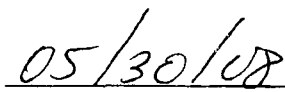
Receiving Date: 05/21/08
Reporting Date: 05/30/08
Project Number: NOT GIVEN
Project Name: EME JUNCTION A-2-1
Project Location: T20S-R36E-SEC2 A ~ LEA CO., NM

Sampling Date: 05/20/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: ML
Analyzed By: CK/BC

LAB NUMBER	SAMPLE ID	BENZENE (mg/L)	TOLUENE (mg/L)	ETHYL BENZENE (mg/L)	TOTAL XYLENES (mg/L)
ANALYSIS DATE		05/29/08	05/29/08	05/29/08	05/29/08
H14848-1	MONITOR WELL #1	0.004	<0.002	<0.002	<0.006
H14848-2	MONITOR WELL #2	<0.002	<0.002	<0.002	<0.006
H14848-3	MONITOR WELL #3	<0.002	<0.002	<0.002	<0.006
Quality Control		0.096	0.094	0.103	0.316
True Value QC		0.100	0.100	0.100	0.300
% Recovery		96.2	93.7	103	105
Relative Percent Difference		0.7	6.3	5.5	3.1

METHOD: EPA SW-846 8260B


Cheryl D. Keene
Chemist


05/30/08
Date

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, in whole or in part, 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 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.



ARDINAL LABORATORIES

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

ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: HACK CONDER
122 W. TAYLOR STREET
HOBBS, NM 88240
FAX TO: (575) 397-1471

Receiving Date: 08/29/08
Reporting Date: 09/04/08
Project Number: NOT GIVEN
Project Name: JUSTIS E-1
Project Location: T25S-R37E-SEC1 E~LEA CO., NM

Sampling Date: 08/26/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: ML
Analyzed By: HM/TR

LAB NUMBE SAMPLE ID	Na (mg/L)	Ca (mg/L)	Mg (mg/L)	K (mg/L)	Conductivity (u S/cm)	T-Alkalinity (mgCaCO ₃ /L)
ANALYSIS DATE:	09/03/08	09/03/08	09/03/08	09/03/08	09/02/08	09/02/08
H15839-1 MONITOR WELL #1	1,900	561	207	38.1	11,000	196
H15839-2 MONITOR WELL #2	696	425	141	12.0	5,610	168
H15839-3 MONITOR WELL #3	1,070	942	292	18.9	10,200	168
H15839-4 MONITOR WELL #4	772	401	146	12.1	5,960	208
H15839-5 MONITOR WELL #5	581	822	304	15.4	7,730	184
Quality Control	NR	48.1	48.6	2.98	1,408	NR
True Value QC	NR	50.0	50.0	3.00	1,413	NR
% Recovery	NR	96.2	97.2	99.3	99.6	NR
Relative Percent Difference	NR	8.0	<0.1	8.7	0.1	NR

METHODS:	SM3500-Ca-D	3500-Mg E	8049	120.1	310.1
----------	-------------	-----------	------	-------	-------

	Cl (mg/L)	SO ₄ (mg/L)	CO ₃ (mg/L)	HCO ₃ (mg/L)	pH (s.u.)	TDS (mg/L)
ANALYSIS DATE:	09/02/08	09/02/08	09/02/08	09/02/08	09/02/08	09/02/08
H15839-1 MONITOR WELL #1	4,100	435	0	239	6.93	8,030
H15839-2 MONITOR WELL #2	1,960	232	0	205	7.03	4,080
H15839-3 MONITOR WELL #3	3,900	228	0	205	6.83	7,240
H15839-4 MONITOR WELL #4	2,020	234	0	254	7.04	4,330
H15839-5 MONITOR WELL #5	3,050	106	0	224	6.92	5,990
Quality Control	500	45.0	NR	1000	7.01	NR
True Value QC	500	40.0	NR	1000	7.00	NR
% Recovery	100	112	NR	100	100	NR
Relative Percent Difference	< 0.1	2.2	NR	1.2	0.6	NR

METHODS:	SM4500-Cl-B	375.4	310.1	310.1	150.1	160.1
----------	-------------	-------	-------	-------	-------	-------

Chemist

Date

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. H15839 RICE. 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. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.



ARDINAL LABORATORIES

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

ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: HACK CONDER
122 W. TAYLOR
HOBBS, NM 88240
FAX TO: (575) 397-1471

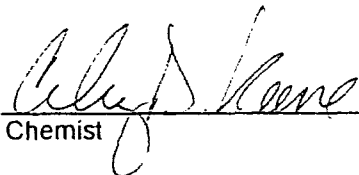
Receiving Date: 08/29/08
Reporting Date: 09/02/08
Project Number: NOT GIVEN
Project Name: JUSTIS E-1
Project Location: T25S-R37E-SEC1 E ~ LEA CO., NM


Sampling Date: 08/26/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: ML
Analyzed By: ZL

LAB NUMBER	SAMPLE ID	BENZENE (mg/L)	TOLUENE (mg/L)	ETHYL BENZENE (mg/L)	TOTAL XYLENES (mg/L)
ANALYSIS DATE		08/29/08	08/29/08	08/29/08	08/29/08
H15839-1	MONITOR WELL #1	<0.001	<0.001	<0.001	<0.003
H15839-2	MONITOR WELL #2	<0.001	<0.001	<0.001	<0.003
H15839-3	MONITOR WELL #3	<0.001	<0.001	<0.001	<0.003
H15839-4	MONITOR WELL #4	<0.001	<0.001	<0.001	<0.003
H15839-5	MONITOR WELL #5	<0.001	<0.001	<0.001	<0.003
Quality Control		0.051	0.048	0.050	0.157
True Value QC		0.050	0.050	0.050	0.150
% Recovery		102	96.0	100	105
Relative Percent Difference		1.3	0.9	1.5	0.7

METHOD: EPA SW-846 8021B

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


Chemist


Date

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 shall be limited to the amount paid by client for analyses 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 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.



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

ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: HACK CONDER
122 W. TAYLOR
HOBBS, NM 88240
FAX TO: (575) 397-1471

Receiving Date: 11/26/08
Reporting Date: 12/01/08
Project Number: NOT GIVEN
Project Name: JUSTIS E-1
Project Location: T25S-R37E-SEC1 E~ LEA CO., NM

Sampling Date: 11/25/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: AB
Analyzed By: ZL

LAB NUMBER	SAMPLE ID	BENZENE (mg/L)	TOLUENE (mg/L)	ETHYL BENZENE (mg/L)	TOTAL XYLENES (mg/L)
ANALYSIS DATE		11/27/08	11/27/08	11/27/08	11/27/08
H16436-1	MONITOR WELL #1	<0.001	<0.001	<0.001	<0.003
H16436-2	MONITOR WELL #2	<0.001	<0.001	<0.001	<0.003
H16436-3	MONITOR WELL #3	<0.001	<0.001	<0.001	<0.003
H16436-4	MONITOR WELL #4	<0.001	<0.001	<0.001	<0.003
H16436-5	MONITOR WELL #5	<0.001	<0.001	<0.001	<0.003
Quality Control		0.048	0.049	0.047	0.147
True Value QC		0.050	0.050	0.050	0.150
% Recovery		96.0	98.0	94.0	98.0
Relative Percent Difference		3.6	3.6	1.8	2.4

METHOD: EPA SW-846 8021B

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


Chemist


Date

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 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.



ARDINAL LABORATORIES

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

ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: HACK CONDER
122 W. TAYLOR STREET
HOBBS, NM 88240
FAX TO: (575) 397-1471

Receiving Date: 11/26/08
Reporting Date: 12/03/08
Project Number: NOT GIVEN
Project Name: JUSTIS E-1
Project Location: T25S-R37E-SEC1 E ~ LEA CO., NM

Sampling Date: 11/25/08
Sample Type: WATER
Sample Condition: COOL & INTACT
Sample Received By: AB
Analyzed By: HM/TR

LAB NUMBER	SAMPLE ID	Na (mg/L)	Ca (mg/L)	Mg (mg/L)	K (mg/L)	Conductivity (μ S/cm)	T-Alkalinity (mgCaCO ₃ /L)
ANALYSIS DATE:		12/03/08	12/03/08	12/03/08	12/03/08	12/02/08	12/02/08
H16436-1	MONITOR WELL #1	1,700	457	141	41.1	9,270	196
H16436-2	MONITOR WELL #2	626	377	126	12.0	4,780	156
H16436-3	MONITOR WELL #3	979	762	243	17.6	8,450	140
H16436-4	MONITOR WELL #4	648	337	107	9.1	4,880	168
H16436-5	MONITOR WELL #5	384	822	292	14.3	7,300	188
Quality Control		NR	48.1	51.0	3.02	1,426	NR
True Value QC		NR	50.0	50.0	3.00	1,413	NR
% Recovery		NR	96.2	102	101	101	NR
Relative Percent Difference		NR	<0.1	<0.1	<0.1	0.6	NR

METHODS:	SM3500-Ca-D	3500-Mg E	8049	120.1	310.1
----------	-------------	-----------	------	-------	-------

		Cl (mg/L)	SO ₄ (mg/L)	CO ₃ (mg/L)	HCO ₃ (mg/L)	pH (s.u.)	TDS (mg/L)
ANALYSIS DATE:		12/02/08	12/03/08	12/02/08	12/02/08	12/02/08	12/01/08
H16436-1	MONITOR WELL #1	3,500	337	0	239	7.00	8,180
H16436-2	MONITOR WELL #2	1,760	194	0	190	7.11	4,290
H16436-3	MONITOR WELL #3	3,350	189	0	171	6.89	8,320
H16436-4	MONITOR WELL #4	1,680	162	0	205	7.16	4,560
H16436-5	MONITOR WELL #5	2,750	46.4	0	229	7.03	4,900
Quality Control		500	44.2	NR	1000	7.05	NR
True Value QC		500	40.0	NR	1000	7.00	NR
% Recovery		100	110	NR	100	101	NR
Relative Percent Difference		2.0	2.3	NR	1.3	1.0	NR

METHODS:	SM4500-Cl-B	375.4	310.1	310.1	150.1	160.1
----------	-------------	-------	-------	-------	-------	-------

Chemist

Date

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 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.

