New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Jim Noel
Cabinet Secretary

Karen W. Garcia Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



Murchison Oil and Gas, Inc.

PO Box 627

Carlsbad, NM 88221 ATTN: Tommy Folsom July 28, 2010

Reference: Carbon Valley 25 Fed 001 API: 30-015-30953 I-25-16s-27e Eddy County, New Mexico

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an initial report Form C-141 reporting a diesel release at or near the above referenced well site. The release reportedly occurred on or about June 28, 2010. Please submit a corrective action work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at this site. The plan is to be formulated based on **vertical and horizontal delineation** of contamination, site ranking, and OCD rules, regulations and guidelines. The plan must contain analytical data from the delineation and a detailed site diagram identifying where and at what depth samples were obtained. OCD is to be notified 48 hours prior to obtaining samples where analyses are to be submitted to OCD.

A publication is available to you on the OCD website to aid in formulation of this plan. The publication may be found as follows:

http://www.emnrd.state.nm.us/ocd

Click on each of the following items as they appear:

- Publications
- Environmental Handbook
- Miscellaneous Guidelines
- Remediation of Leaks, Spills and Releases

Please submit this plan to the OCD District 2 Office not later than <u>August 28, 2010</u>. Please include any remedial or clean up actions that may have already been performed.

Clean up/remediation requirements may be subject to other federal, state, local laws and/or regulations.

Sincerely,

Mike Bratcher NMOCD District 2 1301 W. Grand Ave. Artesia, NM 88210 575-748-1283 Ext.108 mike.bratcher@state.nm.us

OCD Reference Number: 2RP-421

