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

E-mail Address: Kurt Hoekstra@xtoenergy.com

Date: **7-26-13** Phone: 505-333-3202

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 October 10, 2003

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 Contact: Kurt Hoekstra Name of Company: XTO Energy, Inc. Address: 382 Road 3100, Aztec, New Mexico 87410 Telephone No.: (505) 333-3202 Facility Type: Gas Well (Ute Dome Dakota) Facility Name: Ute Indian A # 16 (30-045-24610) Surface Owner: Ute Mountain Tribe Mineral Owner: Lease No. 14-20-604-62 LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line Feet from the East/West Line County Range 32N 14W 790 **FSL** 1060 FEL San Juan 36 Latitude: 36.93969 Longitude: -108.25283 NATURE OF RELEASE Volume Recovered: None Type of Release: Produced Water Volume of Release: Unknown Source of Release: Below Grade Tank Date and Hour of Occurrence: Date and Hour of Discovery: June 17, Unknown 2013 17:34 Hrs. Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required RCVD AUG 28 113 By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. DIL CONS. DIV. ☐ Yes ⊠ No DIST. 3 If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.*The below grade tank was removed at the Ute Indian A # 16 well site due to plugging and abandoning of the well. The BGT cellar beneath the BGT was sampled for TPH via USEPA Method 8015 and 418.1, for BTEX via USEPA Method 8021, and for total chlorides. The sample returned results below the 'Pit Rule' spill confirmation standards for benzene, total BTEX and chlorides, but above the 100 ppm TPH standard at 17100 ppm via USEPA Method 418.1, confirming that a release has occurred at this location. The site was then ranked according to the NMOCD Guidelines for the Remediation of Leaks, Spills and Releases. The site was ranked a 0 due to an estimated depth to groundwater of greater than 100 feet and a distance to surface water of more than 1,000 feet and distance to a water well of greater than 1,000 feet. This set the closure standard to 5000 ppm TPH, 10 ppm benzene, and 50 ppm total BTEX. Describe Area Affected and Cleanup Action Taken.* The below grade tank closure sample was analyzed for DRO/GRO via USEPA Method 8015, returning results of 460 mg/kg and < 0.52 mg/kg respectively. This is below the 5000 ppm closure standard determined for this site. No further action is required regarding this incident. 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. OIL CONSERVATION Approved by District Supervisor: Signature: Printed Name: Kurt Hoekstra Title: Environmental Coordinator Approval Date: **Expiration Date:**

Conditions of Approval

nJX1324055529

Attached



Analytical Report

Report Summary

Client: XTO Energy Inc.

Chain Of Custody Number: 0404

Samples Received: 6/10/2013 4:20:00PM

Job Number: 98031-0528

Work Order: P306040

Project Name/Location: Ute Indians A #16

Entire Report Reviewed By:

Date:

6/17/13

Tim Cain, Laboratory Manager

The results in this report apply to the samples submitted to Envirotech's Analytical Laboratory and were analyzed in accordance with the chain of custody document supplied by you, the client, and as such are for your exclusive use only. The results in this report are based on the sample as received unless otherwise noted. Partial or incomplete reproduction of this report is prohibited, unless approved by Envirotech, Inc. If you have any questions regarding this analytical report, please don't hesitate to contact Envirotech's Laboratory Staff.





382 CR 3100

Aztec NM, 87410

Project Name:

Ute Indians A #16

Project Number: Project Manager: 98031-0528

James McDaniel

Reported: 17-Jun-13 17:34

Analyical Report for Samples

Client Sample ID	Lab Sample ID	Matrix	Sampled	Received	Container
BGT Cellar	P306040-01A	Soil	06/10/13	06/10/13	Glass Jar, 4 oz.

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Project Name:

Ute Indians A #16

382 CR 3100 Aztec NM, 87410 Project Number:

98031-0528

Reported:

Project Manager:

James McDaniel

17-Jun-13 17:34

BGT Cellar P306040-01 (Solid)

}		Reporting							
Analyte	Result	Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
Total Petroleum Hydrocarbons by 418.1									
Total Petroleum Hydrocarbons	17100	160	mg/kg	8	1324038	14-Jun-13	14-Jun-13	EPA 418.1	

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Project Name:

Ute Indians A #16

382 CR 3100

Aztec NM, 87410

Project Number: Project Manager: 98031-0528 James McDaniel

Reported: 17-Jun-13 17:34

Total Petroleum Hydrocarbons by 418.1 - Quality Control

Envirotech Analytical Laboratory

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
Batch 1324038 - 418 Freon Extraction										
Blank (1324038-BLK1)				Prepared &	Analyzed:	14-Jun-13				
Total Petroleum Hydrocarbons	ND	19.9	mg/kg							
Duplicate (1324038-DUP1)	Sour	ce: P306040-	01	Prepared &	Analyzed:	14-Jun-13				
Total Petroleum Hydrocarbons	17000	160	mg/kg		17100			0.543	30	
Matrix Spike (1324038-MS1)	Sour	ce: P306040-	01	Prepared &	Analyzed:	14-Jun-13				
Total Petroleum Hydrocarbons	19400	160	mg/kg	2000	17100	115	80-120			

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Aztec NM, 87410

Project Name:

Ute Indians A #16

382 CR 3100

Project Number:

98031-0528

Reported:

Project Manager:

James McDaniel

17-Jun-13 17:34

Notes and Definitions

DET

Analyte DETECTED

ND

Analyte NOT DETECTED at or above the reporting limit

NR

Not Reported

dгу

Sample results reported on a dry weight basis

RPD

Relative Percent Difference

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Page 5 of 6

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	Quot	e Number	Number Page of						Analy	SIS	Lab Information	
XTO		XTO Contact WET HOEK STER			XTO Contact Phone # 565 -486 - 9543							98031-0528
ENERGY Western Division		MEDAN		Results to: HOEKSTIZE								Office Abbreviations Farmington = FAR
Well Site/Location UTE INDIANS A 16		Number	D	BGT	Test Reason							Durango = DUR Bakken = BAK
Collected By KURT HOEKSTRA	Sam	Y) N)		L\SE	Turnaround andard	:		:				Raton = RAT Piceance = PC
Company XTO	QA/Q	Requeste	d		ext Day vo Day	i						Roosevelt = RSV La Barge = LB
Signature	Gray Areas	ES for Lab Via	i Only		iree Day . 5 Bus. Days (by	contract)	7					Orangeville = OV
Sample ID San	nple Name	Media	Date	Time	Preservative	No. of Conts.	\$18					Sample:Number
FARKH-061013-1030 BG	T PLUMP	-5	6/10	10:30	00 C6	Dizele	7					P306040=01
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Media: Filter = F/Soil + S Wastewater = W	W Groundwat		Inking Y		man and the first transport of the community of the commu		r = 5W	Air=A	Drill			
Relinguished By: (Signature)		Date: (e-10-	3	Time: 4:20	Received By: (Sig	inature)		•		Num	ber of B	ottles Sample Condition
Relinquished By: (Signature) Date:		Time:	Received By: (Sig		lemperatur				Other Information			
Relinquished By: (Signature)		Dates		Time:	Received for Lab	by (tight)	(esp) - 	1				
Comments			· · · · · · · · · · · · · · · · · · ·									

^{*} Sample ID will be the office and sampler-date-military time FARJM-MMDDYY-1200



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Est. 1970

James McDaniel XTO Energy - San Juan Division 382 County Road 3100 Aztec, NM 87410

Report Summary

Wednesday June 19, 2013

Report Number: L640551 Samples Received: 06/11/13 Client Project: 30-0415-24610

Description: Ute Indians A#16

The analytical results in this report are based upon information supplied by you, the client, and are for your exclusive use. If you have any questions regarding this data package, please do not hesitate to call.

Entire Report Reviewed By:

Daphne Richards , ESC Representative

Laboratory Certification Numbers

A2LA - 1461-01, AIHA - 100789, AL - 40660, CA - 01157CA, CT - PH-0197, FL - E87487, GA - 923, IN - C-TN-01, KY - 90010, KYUST - 0016, NC - ENV375/DW21704/BIO041, ND - R-140. NJ - TN002, NJ NELAP - TN002, SC - 84004, TN - 2006, VA - 460132, WV - 233, AZ - 0612, MN - 047-999-395, NY - 11742, WI - 998093910, NV - TN000032011-1, TX - T104704245-11-3, OK - 9915, PA - 68-02979, IA Lab #364

Accreditation is only applicable to the test methods specified on each scope of accreditation held by ESC Lab Sciences. Note: The use of the preparatory EPA Method 3511 is not approved or endorsed by the CA ELAP.

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REPORT OF ANALYSIS

June 19,2013

James McDaniel XTO Energy - San Juan Division 382 County Road 3100 Aztec, NM 87410

ESC Sample # : L640551-01

Date Received : Description

11, 2013 June Ute Indians A#16

Site ID : BGT CLOSURE

Sample ID

FARKH-061013-1030

Project # : 30-0415-24610

Kurt Hoekstra Collected By 06/10/13 10:30 Collection Date :

Parameter	Dry Result	Det. Limit	Units	Method	Date	Dil.
Chloride	64.	10.	mg/kg	9056	06/15/13	1
Total Solids	96.4	0.100	8	2540 G-2011	06/18/13	1
Benzene	BDL	0.0026	mg/kg	8021/8015	06/12/13	5
Toluene	BDL	0.026	mg/kg	8021/8015	06/12/13	5
Ethylbenzene	BDL	0.0026	mg/kg	8021/8015	06/12/13	5
Total Xylene	BDL	0.0078	mg/kg	8021/8015	06/12/13	5
TPH (GC/FID) Low Fraction	\mathtt{BDL}	0.52	mg/kg	GRO	06/12/13	5
Surrogate Recovery-%						
a,a,a-Trifluorotoluene(FID)	100.		% Rec.	8021/8015	06/12/13	5
a,a,a-Trifluorotoluene(PID)	99.5		% Rec.	8021/8015	06/12/13	5
TPH (GC/FID) High Fraction Surrogate recovery(%)	460	210	mg/kg	3546/DRO	06/17/13	50
o-Terphenyl	64.1		% Rec.	3546/DRO	06/17/13	50

Results listed are dry weight basis.

BDL - Below Detection Limit
Det. Limit - Practical Quantitation Limit(PQL)

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Attachment A List of Analytes with QC Qualifiers

Sample Number	Work Group	Sample Type	Analyte	Run ID	Qualifier
L640551-01	WG666781	SAMP	o-Terphenyl	R2711605	J7

Attachment B Explanation of QC Qualifier Codes

Qualifier

Meaning

J7

Surrogate recovery cannot be used for control limit evaluation due to dilution.

Qualifier Report Information

ESC utilizes sample and result qualifiers as set forth by the EPA Contract Laboratory Program and as required by most certifying bodies including NELAC. In addition to the EPA qualifiers adopted by ESC, we have implemented ESC qualifiers to provide more information pertaining to our analytical results. Each qualifier is designated in the qualifier explanation as either EPA or ESC. Data qualifiers are intended to provide the ESC client with more detailed information concerning the potential bias of reported data. Because of the wide range of constituents and variety of matrices incorporated by most EPA methods, it is common for some compounds to fall outside of established ranges. These exceptions are evaluated and all reported data is valid and useable "unless qualified as 'R' (Rejected)."

Definitions

- Accuracy The relationship of the observed value of a known sample to the true value of a known sample. Represented by percent recovery and relevant to samples such as: control samples, matrix spike recoveries, surrogate recoveries, etc.
- Precision The agreement between a set of samples or between duplicate samples.

 Relates to how close together the results are and is represented by

 Relative Percent Differrence.
- Surrogate Organic compounds that are similar in chemical composition, extraction, and chromotography to analytes of interest. The surrogates are used to determine the probable response of the group of analytes that are chemically related to the surrogate compound. Surrogates are added to the sample and carried through all stages of preparation and analyses.
- TIC Tentatively Identified Compound: Compounds detected in samples that are not target compounds, internal standards, system monitoring compounds, or surrogates.

Summary of Remarks For Samples Printed 06/19/13 at 10:10:15

TSR Signing Reports: 288 R5 - Desired TAT

Domestic Water Well Sampling-see L609759 Lobato for tests EDD's

Sample: L640551-01 Account: XTORNM Received: 06/11/13 09:30 Due Date: 06/18/13 00:00 RPT Date: 06/19/13 10:09



XTO Energy - San Juan Division James McDaniel 382 County Road 3100

Aztec, NM 87410

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Quality Assurance Report Level II

L640551

June 19, 2013

		I.	aboratory E	Rlank					-	
Analyte	Result		Units	% Rec		Limit		Batch	Date	Analyzed
Benzene	< .0005	:	mg/kg					MOCCCOOL	06/1	2/13 16:17
Ethylbenzene	< .0005		mg/kg							2/13 16:17 2/13 16:17
Toluene	< .0005		mg/kg							2/13 16:17 2/13 16:17
TPH (GC/FID) Low Fraction	< .1		mg/kg							2/13 16:17 2/13 16:17
Total Xylene	< .0015		mg/kg							2/13 16:17 2/13 16:17
a,a,a-Trifluorotoluene(FID)			% Rec.	101.1		59-128				2/13 16:17 2/13 16:17
a,a,a-Trifluorotoluene(PID)			% Rec.	101.0		54-144				2/13 16:17
Chloride	< 10		mg/kg					WG666768	06/1	5/13 10:38
Total Solids	< .1		ક					WG667038	06/1	8/13 09:10
								110001035	00/1	<u>0, 13 0</u> 5.10
Analyte	Units	Resul	Duplicat t Dupli		RPD ·	Limit		Ref Sam	_	Patch
Maryte	Onics_	Resul	c Dupil	icate i	KPD	DIMIC	-	Ret Sam	<u> </u>	Batch
Chloride	mg/kg	63.0	62.0	1	1.60	20		L640551	-01	WG666768
Total Solids	8	96.0	96.4	(0.115	5		L640551	-01	WG667038
		Labor	atory Contr	ol Sample	2					
Analyte	Units		n Val	Resu		% Rec		Limit		Batch
Benzene	mg/kg	.05		0.0479		95.8		76-113		WG666025
Ethylbenzene	mg/kg	.05		0.0481		96.3		78-115		WG666025
Toluene	mq/kq	. 05		0.0476		95.1		76-114		WG666025
Total Xylene	mg/kg	.15		0.147		98.1		81-118		WG666025
a,a,a-Trifluorotoluene(PID)	3. 3					102.2		54-144		WG666025
TPH (GC/FID) Low Fraction	mg/kg	5.5		5.75		105.		67-135		WG666025
a,a,a-Trifluorotoluene(FID)						102.1		59-128		WG666025
Chloride	mg/kg	200		206.		103.		80-120		WG666768
Total Solids	%	50		50.0		100.		85-115		WG667038
	I	aboratory	Control Sa	mple Dupl	licate					
Analyte	Units	Result	Ref	%Rec_		Limit	RPD	Lir	nit	Batch
Benzene	mg/kg	0.0461	0.0479	92.0		76-113	3.89	20		WG666025
Ethylbenzene		0.0462	0.0481	92.0		78-115	4.11	20		WG666025
Toluene	mg/kg	0.0455	0.0476	91.0		76-114	4.34	20		WG666025
Total Xylene	mg/kg	0.141	0.147	94.0		81-118	3.96	20		WG666025
a,a,a-Trifluorotoluene(PID)				100.0		54-144				WG666025
TPH (GC/FID) Low Fraction	, mg/kg	5.60	5.75	102.		67-135	2.65	20		WG666025
a,a,a-Trifluorotoluene(FID)				100.8		59-128				WG666025
Chloride	mg/kg	208.	206.	104.		80-120	0.966	20		WG666768
			Matrix Spi	.ke						
Analyte	Units	MS Res	Ref Res	TV	% Rec	Limit		Ref Samp		Batch
Benzene	mg/kg	2.37	0	.05	94.0	32-137		L640621-0	06	WG666025
Ethylbenzene	mg/kg	2.40	0	. 05	95.0	10-150		L640621-0	06	WG666025
Toluene	mg/kg	2.39	0	.05	94.6	20-142		L640621-0	16	WG666025



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Quality Assurance Report Level II

L640551

June 19, 2013

			Matrix S	pike					
Analyte	Units	MS Res	Ref Re	s TV	% Rec	Limit		Ref Samp	Batch
Total Xylene	mg/kg	7.39	0	.15	97.5	16-14	1	L640621-06	WG66602
a,a,a-Trifluorotoluene(PID)					99.28	54-14	4		WG66602
TPH (GC/FID) Low Fraction	mg/kg	298.	2.19	5.5	106.	55-10	9	L640621-06	WG66602
a,a,a-Trifluorotoluene(FID)					102.4	59-12	8		WG66602
Chloride	mg/kg	584.	60.0	500	105.	80-12	0	L641469-02	WG66676
		Mat	rix Spike	Duplicate					
Analyte	Units	MSD	Ref	%Rec	Limit	RPD	Limit	Ref Samp	Batch
Benzene	mg/kg	2.42	2.37	95.9	32-137	2.03	39	L640621-06	WG66602
Ethylbenzene	mg/kg	2.41	2.40	95.6	10~150	0.630	44	L640621-06	WG66602
Toluene	mg/kg	2.40	2.39	95.1	20-142	0.470	42	L640621-06	WG66602
Total Xylene	mg/kg	7.52	7.39	99.3	16-141	1.78	46	L640621-06	WG66602
a,a,a-Trifluorotoluene(PID)				99.59	54-144				WG66602
TPH (GC/FID) Low Fraction	mg/kg	306.	298.	110.*	55-109	2.95	20	L640621-06	WG66602
a,a,a-Trifluorotoluene(FID)				102.1	59-128				WG66602

Batch number /Run number / Sample number cross reference

WG666025: R2706261: L640551-01 WG666768: R2709600: L640551-01 WG667038: R2711241: L640551-01 WG666781: R2711605: L640551-01

 $[\]star$ \star Calculations are performed prior to rounding of reported values.

^{*} Performance of this Analyte is outside of established criteria.
For additional information, please see Attachment A 'List of Analytes with QC Qualifiers.'



XTO Energy - San Juan Division James McDaniel 382 County Road 3100

Aztec, NM 87410

Quality Assurance Report Level II

L640551

June 19, 2013

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The data package includes a summary of the analytic results of the quality control samples required by the SW-846 or CWA methods. The quality control samples include a method blank, a laboratory control sample, and the matrix spike/matrix spike duplicate analysis. If a target parameter is outside the method limits, every sample that is effected is flagged with the appropriate qualifier in Appendix B of the analytic report.

Method Blank - an aliquot of reagent water carried through the entire analytic process. The method blank results indicate if any possible contamination exposure during the sample handling, digestion or extraction process, and analysis. Concentrations of target analytes above the reporting limit in the method blank are qualified with the "B" qualifier.

Laboratory Control Sample - is a sample of known concentration that is carried through the digestion/extraction and analysis process. The percent recovery, expressed as a percentage of the theoretical concentration, has statistical control limits indicating that the analytic process is "in control". If a target analyte is outside the control limits for the laboratory control sample or any other control sample, the parameter is flagged with a "J4" qualifier for all effected samples.

Matrix Spike and Matrix Spike Duplicate - is two aliquots of an environmental sample that is spiked with known concentrations of target analytes. The percent recovery of the target analytes also has statistical control limits. If any recoveries that are outside the method control limits, the sample that was selected for matrix spike/matrix spike duplicate analysis is flagged with either a "J5" or a "J6". The relative percent difference (%RPD) between the matrix spike and the matrix spike duplicate recoveries is all calculated. If the RPD is above the method limit, the effected samples are flagged with a "J3" qualifier.