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

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Revised October 10, 2003 Submit 2 Copies to appropriate District Office in accordance

Form C-141

with Rule 116 on back side of form

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company XTO Energy Inc. Contact Kim Champlin Address #382 County Road 3100 Telephone No. (505) 333-3100 Aztec, NM 87410 Facility Name Carson Federal I #1C Facility Type Gas Well Surface Owner Fed Mineral Owner Fed Lease No. NMNM14922 30-039-29602 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County

| Α | | . 34 | 28N | 4W | 705 | No | rth | 775 | East | | Rio Arriba |
|-------|---|--------------|----------------|------------|-----------------|--------|-------------|--------------------------------|------------|-----------|--------------------------------|
| | | | | ı | _atitude36.6 | 52111 | 1 Longitude | 107.23222 | <u>2_</u> | | |
| | NATURE OF RELEASE | | | | | | | | | | |
| Туре | of Relea | ase Diesel | | | | | Volume of | Release Approx | 50 bbl | Volume | Recovered Approx 50 bbl |
| Sourc | e of Rel | ease Diese | el tank from o | lrill rig | | | Date and I- | lour of Occurrence | e | Date and | Hour of Discovery |
| | | | | | | | 11/03/06, a | pprox 12:00 pm | | 11/03/06 | at 12:00 pm |
| Was I | Immedia | ite Notice (| Given? | | | | If YES, To | Whom? | | | |
| | | | | Yes | ☐ No Not R | equire | d Brandon I | Powell, NMOCD | and Johr | ı Ritenge | r Carson National Forest |
| | | isa Winn | | | | | | lour 11/4/06 at a _l | | | |
| Was a | a Watero | course Read | | | | | If YES, Vo | olume Impacting th | he Watero | course. | |
| | | | | Yes 🛭 | ☑ No | | | | | R | WD JUN 10'10 |
| | Vatercou | ırse was Im | pacted, Descr | ibe Fully. | * | | | | | 0 | IL CONS. DIV. |
| N/A | | | | | | | | | | | DIST. 3 |
| | | | | | | | | | | | ion when a diesel tank was |
| | | | | | | | | | | | the tank back to the location |
| | | | | | | | | | | | re initiated. The surface |
| | | | | | | | | | | | ited to mud on the road |
| | | | | | | | | | | | ved for offsite disposal. |
| | | | | | | | | iaiysis. Sampies | or the rei | maiming i | reserve pit contents were also |
| | | | | | re documentatio | | | and haulad off | site for t | roatmont | /disposal Impacts were |
| | Describe Area Affected and Cleanup Action Taken.* The road surface was excavated and hauled offsite for treatment/disposal. Impacts were limited to mud on the road. The diesel and rain water was pumped from the reserve pit and impacted cutting will be removed for offsite disposal. | | | | | | | | | | |
| | 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 | | | | | | | | | | |
| | | | ws and/or regu | | | • | | • | • | • | • |
| | | | | - | | | | OH COM | TEDIA | TION | DIVICION |

| A La C | OIL CONSER | VATION DIVISION |
|---|----------------------------------|----------------------|
| Signature: Kim Champlin Printed Name: Kim Champlin | Approved by District Supervisor: | Franch Rell For: Col |
| Title: EH&S Administrative Coordinator | Approval Date: 9/29/10 | Expiration Date: |
| E-mail Address: kim_champlin@xtoenergy.com | Conditions of Approval: | Attached |
| Date: June 8, 2010 Phone: 505-333-3100 | | |

* Attach Additional Sheets If Necessary

n BMO27233799

BLAGG ENGINEERING, INC.

P.O. Box 87, Bloomfield, New Mexico 87413 Phone: (505)632-1199 Fax: (505)632-3903

November 8, 2006

Mr. Tony Sternberger XTO Energy, Inc. 2700 Farmington Ave, Bldg K, Ste. 1 Farmington, New Mexico 87401

Re: Carson Federal I No. 1C - Diesel Spill

(A) Sec. 34 – T28N – R4W Rio Arriba County, New Mexico

Dear Mr. Sternberger:

Pursuant to your request, Blagg Engineering, Inc. (BEI) performed closure sampling following remediation of a diesel spill on the lease access road to the Carson Federal I No. 1C in Rio Arriba County, New Mexico. The spill was the result of a small rupture to a diesel tank while transporting it from the well pad. Although most of the diesel was recovered, an indeterminate amount of product was absorbed into the soils on the lease road and the adjacent bar ditch. Remediation was by excavation of impacted soils using a trackhoe. Approximately 123 cubic yards of contaminated soil was transported to the JFJ landfarm near Farmington, New Mexico.

On November 2, 2006 BEI collected six (6) discrete grab samples from the remediated area, placed them into a laboratory supplied containers and stored them on ice for delivery to Envirotech laboratories in Farmington, New Mexico for testing. Analysis included total petroleum hydrocarbons by U.S. EPA Method 8015B for both diesel range organics (DRO) and gasoline range organics (GRO). Test results, attached, indicated trace amounts of hydrocarbon were detected in four (4) of the samples, while non-detect (ND) amounts were in two (2) samples. A summary of the laboratory results are presented in Table 1 below:

Table 1

Carson Federal I No. 1C

Summary Laboratory Test Results

| Sample ID | GRO mg/Kg (ppm) | DRO mg/Kg (ppm) | Comments |
|--------------|--------------------|--------------------|---|
| Grab No. 1 | 0,5 | 12.6 | At source area |
| Grab No. 2 | ŃD | ND | Road center, 33'± from source area |
| Grab No. 3 | ND | 6.0 | Bar ditch, 70' ± from source area |
| Grab No. 4 | ND | ND | Road center, 92' ± from source area |
| Grab No. 5 | 0.3 | 0.9 | Bar ditch, $114' \pm \text{from source area}$ |
| Grab No. 6 | ND | 0.9 | Road center, 138' ± from source area |

Based on visual observations, lack of odor and review of laboratory test results, BEI is of the opinion that the spill was adequately remediated by excavation with no remaining significant impacts to the environment.

XTO's consideration of Blagg Engineering, Inc. for this project is appreciated. If you have questions or need additional information, please contact myself at (505)632-1199.

Respectfully submitted: Blagg Engineering, Inc.

Jeffrey C. Blagg, P.E.

President

JCB/

cc: Lisa Winn - XTO Farmington

Attachments: Field Sampling Notes

Laboratory Reports

| CLIENT: XTO | P.O. BOX | BLAGG ENGINEERING, INC. P.O. BOX 87, BLOOMFIELD, NM 87413 (505) 632-1199 | | | | COCR NO: 1643 | | |
|--|---|---|---|---------------|---------|-----------------------------|----------|----------|
| FIELD REPOR | T: SPILL CI | LOSURE | VERIF | ICATIO | N | PAGE No: _ | of | |
| OCATION: NAME: AZTE | | | | | | DATE STARTED | 10-30- | 06 06 |
| QUAD/UNIT: G SEC: 2 . 36° 42'45.9" N × | | | | | | ENVIRONMENT. SPECIALIST: | AL ICS | |
| EXCAVATION APPR | OX. <u>66</u> ± FT. x | 16 ± FT. | x <u> ± </u> | DEEP. CU | JBIC Y | 'ARDAGE: | 60 ± | <u>+</u> |
| DISPOSAL FACILITY: | JFJ LANDFAR | Á | REMEDIA | TION METH | OD: | EXCAV | A'TE | |
| LAND USE: BLM S | SURFACE | LEASE: | <u> </u> | | FOR | MATION: | NA | |
| FIELD NOTES & REMARK DEPTH TO GROUNDWATER: NMOCD RANKING SCORE: | >100 NEAREST WA | ATED APPROX ATER SOURCE: CLOSURE STD: | >1000 | | | | | EAD. |
| SOIL AND EXCAVATION: | N Office and | | | OVM CALIB. | GAS = | P | - | =°0.52 |
| SOIL TYPE: SAND SILTY SANE | SILT / SILTY CLAY / CL | AY / GRAVEL (OT | HER) BEDIS | OCT SAV | | im/pm DATE | | |
| COHESION (ALL OTHERS): NO CONSISTENCY (NON COHESIV PLASTICITY (CLAYS): NON PLADENSITY (COHESIVE CLAYS & MOISTURE: DRY (SLIGHTLY MOISCOLORATION/STAINING OB HC ODOR DETECTED: YES AND SAMPLE TYPE: GRAB (COMPORTIONAL COMMENTS: | E SOILS): LOOSE (FIRM ASTIC / SLIGHTLY PLASTI SILTS): SOFT / FIRM / STI OIST / MOIST / WET / SAT SERVED: YES / NO EXP DEXPLANATION - | DENSE / VERY COLORS / VERY COLORS / VERY STIFF / VERY STIFF / VERY STIFF / VERATED / SUPER LANATION - | DENSE MEDIUM PLASTIC / HARD I SATURATED | HIGHLY PLASTI | SEL | | | |
| | | SELMU SU | | | | | | |
| SCALE SAMP. | . TIME SAMP, ID | LAB NO. | LD 418.1 CALC WEIGHT (g) | | DILU. | TIONREADI | NG CALC. | (ppm) |
| 0 20FT | | | | | | | | |
| ↑ PIT PERIM | FTFR | | | | PI | T PROF | II F | |
| P.D. = PIT DEPRESSION; B.G. = BE T.H. = TEST HOLE | E COMPOSITE SAMPLE LUCATIONS A 10 24 | REA SAMPLE 1 @ 2 @ 3 @ 4 @ 5 @ 10 - POINT COMPOSITE LAB SA BAMPLE AN 10 - AN 10 AN 10 | VM DING FIELD HEADSPACE (ppm) /// /// AMPLES ALYSIS TIME 1 8015 08/5 | | D 14 | 8524" BED ROS | 18 | A' |
| TRAVEL NOTES: CALL | OUT: | | ONSITE: 10 | 130-101 | 21 | 2.00 <u>j</u> . | | |
| eviced D0/12/01 | | | | | | | hai100f | |

| CLIENT: | XTO |) | BLAGG ENGINEERING, INC. P.O. BOX 87, BLOOMFIELD, NM 87413 (505) 632-1199 | | | 13 | CATION NO: CR NO: | 14723 | |
|----------------------|--|---------------|--|----------------|-------------------------|--------------|----------------------|-------------|---------------|
| | | ~ ~ ~ ~ · | - 10 | · | | | | | 1 |
| | | | SPILL CI | | | | | E No: | |
| | | | ed I | | | DIESEL | | STARTED: | |
| QUAD/UN | IT: A SI | EC: 34 | TWP: 28 N RNO | 6:4W PM:1 | VM CNTY: R/ | T ST: NM | <u></u> | | 200 |
| QTR/FO | QTR/FOOTAGE: CONTRACTOR: ROSENBAUM SPECIALIST: JCB | | | | | | | | |
| EXCAVA | TION A | PPROX. | <u>//A</u> FT. x | <u>NA</u> FT. | x <u>NA</u> FT | DEEP. CL | JBIC YAR | DAGE: | 123± |
| DISPOSAL | FACILIT | Y: J.F. | J LANDFA | RM | REMEDIA | TION METH | OD: | EXCAVA | TE |
| LAND USE | : FOR | REST | | LEASE: N | M-14922 | | FORMAT | TON: | |
| FIELD NOT | ES & RE | MARKS: | , | | | | | • | |
| DEPTH TO G | ROUNDWAT | TER: >10 | 0 NEAREST W | ATER SOURCE: | >1000 | _ NEAREST S | URFACE WA | TER: | 1000 |
| NMOCD RAN | KING SCOR | RE: | NMOCD TPH | CLOSURE STD | 5000 PPM |) | | | |
| SOIL AND | D EXCAV | ATION | | م دیو بر مد | • • • | OVM CALIB. | | ppm | RF = 0.52 |
| DESCRIP | TION: | | NATIVE | INSITU S | OIL | OVM CALIB. | am/p | ppm DATE | RF 2 0.52 |
| SOIL TYPE: | | TY SAND (SI | T SILTY CLAY (CL | A) GRAVEL | THER IMPORT | ED CRUSHE | | | ROAD SURFACE |
| 1 | | S): NON CO | HESIVE / SLIGHTLY | COHESIVE / CO | HESIVE / HIGHLY | COHESIVE | | | |
| ĺ | • | | ILS): LOOSE / FIRM | | | | 10 | | |
| | . , | | C / SLIGHTLY PLAST (): SOFT / FIRM / ST | | | HIGHLY PLAST | IC | | |
| MOISTURE: | DRY / SLIG | HTLY MOIST | MOIS DI WET I SAT | TURATED / SUPE | | | | | |
| HC ODOR DE | | | PLANATION - | PLANATION | | | | | |
| SAMPLE TYP | E: GRABI | COMPOSITE | - # OF PTS. | Disco | , <0.11, O.11 | Paul Ta | / DC AT | 04) (36 | E TRACKHUE |
| ADDITIONAL | COMMENTS | | REMOVE IMP | | | | | | |
| | | | | | | ATIONO | | | |
| SCAL | .E | SAMP. TIM | IE SAMP. ID | LAB NO. | WEIGHT (g) | mL FREON | DILLITIO | VIDE A DING | CALC. (ppm) |
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| | | Impact STP | x 23 m 7 | | VM | | | | |
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| 5 5 | | /6) | | 4 @ | | | | | |
| The Wing | | | | 5 @ | | \dashv | | | |
| JARREDON SOM CALVERT | | | | | | | | | |
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| Vo Vo | | | | | | | | | |
| LAB SAMPLES | | | | | | | | | |
| QORIN O | (b) (c) (d) (d) (d) (d) (d) (d) (d) (d) (d) (d | | | | | | | | |
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| T.H. = TEST H | HOLE | J.G BELOV | (6 | - 1. E SAP / A | 1255 | | | | |
| TRAVEL N | OTES: | CALLOUT | · | | ONSITE: | /2/06 | | | |

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| Client: | Blagg / XTO | Project #: | 94034-010 |
|----------------------|-----------------|---------------------|-----------|
| Sample ID: | Grab #1 | Date Reported: | 11-07-06 |
| Laboratory Number: | 39025 | Date Sampled: | 11-02-06 |
| Chain of Custody No: | 14723 | Date Received: | 11-03-06 |
| Sample Matrix: | Soil | Date Extracted: | 11-05-06 |
| Preservative: | Cool | Date Analyzed: | 11-06-06 |
| Condition: | Cool and Intact | Analysis Requested: | 8015 TPH |

| Parameter | Concentration (mg/Kg) | Det. Limit (mg/Kg) |
|------------------------------|--------------------------|--------------------------|
| Gasoline Range (C5 - C10) | 0.5 | 0.2 |
| Diesel Range (C10 - C28) | 12.6 | 0.1 |
| Total Petroleum Hydrocarbons | 13.1 | 0.2 |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Carson Federal I #1C.

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| • | | • | · |
|----------------------|-----------------|---------------------|-----------|
| Client: | Blagg / XTO | Project #: | 94034-010 |
| Sample ID: | Grab #2 | Date Reported: | 11-07-06 |
| Laboratory Number: | 39026 | Date Sampled: | 11-02-06 |
| Chain of Custody No: | 14723 | Date Received: | 11-03-06 |
| Sample Matrix: | Soil | Date Extracted: | 11-05-06 |
| Preservative: | Cool | Date Analyzed: | 11-06-06 |
| Condition: | Cool and Intact | Analysis Requested: | 8015 TPH |

| Parameter | Concentration (mg/Kg) | Det. Limit (mg/Kg) |
|------------------------------|--------------------------|--------------------------|
| Gasoline Range (C5 - C10) | ND | 0.2 |
| Diesel Range (C10 - C28) | ND . | 0.1 |
| Total Petroleum Hydrocarbons | ND | 0.2 |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Carson Federal I #1C.

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| Client: | Blagg / XTO | Project #: | 94034-010 |
|----------------------|-----------------|---------------------|-----------|
| Sample ID: | Grab #3 | Date Reported: | 11-07-06 |
| Laboratory Number: | 39027 | Date Sampled: | 11-02-06 |
| Chain of Custody No: | 14723 | Date Received: | 11-03-06 |
| Sample Matrix: | Soil | Date Extracted: | 11-05-06 |
| Preservative: | Cool | Date Analyzed: | 11-06-06 |
| Condition: | Cool and Intact | Analysis Requested: | 8015 TPH |

| Parameter | Concentration (mg/Kg) | Det. Limit (mg/Kg) |
|------------------------------|--------------------------|--------------------------|
| Gasoline Range (C5 - C10) | ND | 0.2 |
| Diesel Range (C10 - C28) | 6.0 | 0.1 |
| Total Petroleum Hydrocarbons | 6.0 | 0.2 |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Carson Federal I #1C.

Analyst Doctes

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Review



| Client: | Blagg / XTO | Project #: | 94034-010 |
|----------------------|-----------------|---------------------|-----------|
| Sample ID: | Grab #4 | Date Reported: | 11-07-06 |
| Laboratory Number: | 39028 | Date Sampled: | 11-02-06 |
| Chain of Custody No: | 14723 | Date Received: | 11-03-06 |
| Sample Matrix: | Soil | Date Extracted: | 11-05-06 |
| Preservative: | Cool | Date Analyzed: | 11-06-06 |
| Condition: | Cool and Intact | Analysis Requested: | 8015 TPH |

| Parameter | Concentration (mg/Kg) | Det. Limit (mg/Kg) |
|------------------------------|--------------------------|--------------------------|
| Gasoline Range (C5 - C10) | ND | 0.2 |
| Diesel Range (C10 - C28) | ND | 0.1 |
| Total Petroleum Hydrocarbons | ND | 0.2 |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Carson Federal I #1C.

Analyst Review



| Client: | Blagg / XTO | Project #: | 94034-010 |
|----------------------|-----------------|---------------------|-----------|
| Sample ID: | Grab #5 | Date Reported: | 11-07-06 |
| Laboratory Number: | 39029 | Date Sampled: | 11-02-06 |
| Chain of Custody No: | 14723 | Date Received: | 11-03-06 |
| Sample Matrix: | Soil | Date Extracted: | 11-05-06 |
| Preservative: | Cool | Date Analyzed: | 11-06-06 |
| Condition: | Cool and Intact | Analysis Requested: | 8015 TPH |

| Parameter . | Concentration (mg/Kg) | Det. Limit (mg/Kg) |
|------------------------------|--------------------------|--------------------------|
| Gasoline Range (C5 - C10) | 0.3 | 0.2 |
| Diesel Range (C10 - C28) | 0.9 | 0.1 |
| Total Petroleum Hydrocarbons | 1.2 | 0.2 |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Carson Federal I #1C.

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Review



| Client: | Blagg / XTO | Project #: | 94034-010 |
|----------------------|-----------------|---------------------|-----------|
| Sample ID: | Grab #6 | Date Reported: | 11-07-06 |
| Laboratory Number: | 39030 | Date Sampled: | 11-02-06 |
| Chain of Custody No: | 14723 | Date Received: | 11-03-06 |
| Sample Matrix: | Soil | Date Extracted: | 11-05-06 |
| Preservative: | Cool | Date Analyzed: | 11-06-06 |
| Condition: | Cool and Intact | Analysis Requested: | 8015 TPH |

| Parameter | Concentration (mg/Kg) | Det. Limit (mg/Kg) |
|------------------------------|--------------------------|--------------------------|
| Gasoline Range (C5 - C10) | ND | 0.2 |
| Diesel Range (C10 - C28) | 0.9 | 0.1 |
| Total Petroleum Hydrocarbons | 0.9 | 0.2 |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Carson Federal I #1C.

Analyst m Walter

Blenh Warll
Review



Quality Assurance Report

| Client: Sample ID: | QA/QC 11-06-06 QA/QC | Project #: Date Reported: | N/A 11-07-06 |
|-----------------------|-------------------------|------------------------------|-----------------|
| Laboratory Number: | 39025 | Date Sampled: | N/A |
| Sample Matrix: | Methylene Chloride | Date Received: | N/A |
| Preservative: | N/A | Date Analyzed: | 11-06-06 |
| Condition: | N/A | Analysis Requested: | TPH |

| | I-Cal Date 🐵 | I-Cal RF. | C-Cal RF | % Difference | Accept Range |
|-------------------------|--------------|-------------|-------------|--------------|--------------|
| Gasoline Range C5 - C10 | 07-11-05 | 2.3996E+003 | 2.4020E+003 | 0.10% | 0 - 15% |
| Diesel Range C10 - C28 | 07-11-05 | 1.8682E+003 | 1.8720E+003 | 0.20% | 0 - 15% |

| Blank Conc. (mg/L - mg/Kg) | Concentration | Detection Limit |
|------------------------------|---------------|-----------------|
| Gasoline Range C5 - C10 | ND | 0.2 |
| Diesel Range C10 - C28 | ND | 0.1 |
| Total Petroleum Hydrocarbons | ND | 0.2 |

| Duplicate Conc. (mg/Kg) | Sample | Duplicate | % Difference | Accept: Range |
|-------------------------|--------|-----------|--------------|---------------|
| Gasoline Range C5 - C10 | 0.5 | 0.5 | 0.0% | 0 - 30% |
| Diesel Range C10 - C28 | 12.6 | 12.5 | 0.8% | 0 - 30% |

| Spike Conc. (mg/Kg) | Sample | Spike Added | Spike Result | % Recovery | Accept. Range |
|-------------------------|--------|-------------|--------------|------------|---------------|
| Gasoline Range C5 - C10 | 0.50 | 250 | 251 | 100.0% | 75 - 125% |
| Diesel Range C10 - C28 | 12.6 | 250 | 262 | 99.6% | 75 - 125% |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

QA/QC for Samples 39025 - 39032 and 39034 - 39035.

Review

CHAIN OF CUSTODY RECORD

| Client / Project Name | | | Project Location | | | ANALYSIS / PABAMETEBS | AAMETERS | |
|-------------------------------|---|----------------|-------------------------|--|--------------------------|-----------------------|-------------------------------|---------------|
| BLAGE XTO | | | CARSON FED | GEDERAL I # 1C | | | | |
| j , | 90 | | Client No. タゼンヌゼ - の | 019- | of siners | E S | Remarks | |
| Sample No./ Identification | Sample | Sample Time | Lab Number | Sample Matrix | StroO | 108 108 | | |
| GRAS # 1 | 11-2-06 | 1230 | 39025 | Soil | | × | | |
| CRNS # 2 | 11 | 1238 | 34026 | A | | × | | |
| CRNG #3 | 11 | 2421 | 39027 | - | | × | | |
| cans #4 | = | ושה | 34028 | Ξ | | × | | |
| CRAB # 5 | } ? | 1250. | 39029 | - | - | × | | |
| CALAS # 6 | 7-1 | 1255 | 39030 | 1 | | * | | |
| | | | | | | | | |
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| Polinging and body (Cinn) | (0.11.1 | | | Date | Rominad by: (Signature) | Simpatrical | Date | Time |
| remindustry (Signature) | (aine) 1- 0- 0- 0- 0- 0- 0- 0- 0- 0- 0- 0- 0- 0- | | <u> </u> | 1520 | 1 | L' Null | 1/3/00 | 2520 |
| Relinguished by: (Signature) | iture) (| | | | Received by: (Signature) | Signature) | | |
| Relinquished by: (Signature) | iture) | | | ac | Received by: (Signature) | Signature) | | |
| | | | | ENVIROTECH INC | E E | <u>2</u> | Sample Receipt | |
| | | | 2 1 1 1 2 3 | | | | >- | Z A/A |
| | | | | 5796 U.S. Highway 64 Earmington, New Mexico, 87401 | Highway 6. | 4 | Received Intact | |
| | | | | (505) (505) | (505) 632-0615 | | Cool - Ice/Blue Ice | |
| | | | | | | | san juan reproduction 578-129 | ction 578-129 |

BLAGG ENGINEERING, INC.

P.O. Box 87, Bloomfield, New Mexico 87413 Phone: (505)632-1199 Fax: (505)632-3903

December 1, 2006

Ms. Lisa Winn XTO Energy, Inc. 2700 Farmington Ave, Bldg K, Ste. 1 Farmington, New Mexico 87401

Re:

Carson Federal I No. 1C - Reserve Pit Sampling

(A) Sec. 34 - T28N - R4W, Rio Arriba County, New Mexico

Dear Ms. Winn:

Pursuant to your request, Blagg Engineering, Inc. (BEI) conducted sampling of the drilling reserve pit contents at the Carson Federal I No. 1C new drill, (A) Sec. 34 – T28N – R4W, Rio Arriba County, New Mexico. Diesel was temporarily placed in the reserve pit during emergency actions to contain a diesel spill on the lease road leading to the well site. Prior to the spill, well drilling had just been completed and the pit contained drill mud, cuttings and recent precipitation. The diesel floated on the surface of the pit until it was removed by skimming. The sampling performed by BEI was after the diesel had been removed to determine if the pit contents had residual diesel impacts.

On November 22, 2006 BEI inspected the site. There was no apparent diesel or diesel odor on the pit surface. The pit was pvc plastic lined with approximate exterior dimensions of 180' \times 60' \times 8' \pm deep. The pit contents were contained in the center in an area of about 135' \times 45' \times 4' \pm deep. An eight (8) point composite sample of the pit solids was collected at a depth of approximately 1 foot below the top surface. The sample was thoroughly mixed, placed into a laboratory supplied container and stored on ice for delivery to Envirotech laboratories in Farmington, New Mexico for testing. Analysis included total petroleum hydrocarbons by U.S. EPA Method 8015B for both diesel range organics (DRO) and gasoline range organics (GRO). Test results, attached, indicate trace amounts of DRO were present at 2.1 mg/Kg (equivalent to parts per million). No GRO were found in the sample.

Based on visual observations, lack of odor and review of laboratory test results, BEI is of the opinion that the pit contents were minimally impacted by the temporary diesel storage. It is likely the diesel floated on the standing water in the pit and did not directly contact the drill mud and cuttings. BEI does not believe there are significant remaining hydrocarbon impacts.

XTO's consideration of Blagg Engineering, Inc. for this project is appreciated. If you have questions or need additional information, please contact myself at (505)632-1199.

Respectfully submitted:

Blagg Engineering, Inc.

Jeffrey C. Blagg, P.E.

President

JCB/

cc: Tony Sternberger - XTO Farmington

Attachment: Laboratory Test Report



| Client: | Blagg / XTO | Project #: | 94034-010 |
|----------------------|--------------------|---------------------|-----------|
| Sample ID: | Reserve Pit Solids | Date Reported: | 11-27-06 |
| Laboratory Number: | 39291 | Date Sampled: | 11-22-06 |
| Chain of Custody No: | 14730 | Date Received: | 11-22-06 |
| Sample Matrix: | Solid | Date Extracted: | 11-25-06 |
| Preservative: | Cool | Date Analyzed: | 11-27-06 |
| Condition: | Cool and Intact | Analysis Requested: | 8015 TPH |

| Parameter | Concentration (mg/Kg) | Det. Limit (mg/Kg) |
|------------------------------|--------------------------|--------------------------|
| Gasoline Range (C5 - C10) | ND | 0.2 |
| Diesel Range (C10 - C28) | 2.1 | 0.1 |
| Total Petroleum Hydrocarbons | 2.1 | 0.2 |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Carson Fed. I #1C 8

8 - Point Composite

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Review

5796 U.S. Highway 64 • Farmington, NM 87401 • Tel 505 • 632 • 0615 • Fax 505 • 632 • 1865



Quality Assurance Report

| Client: | QA/QC | | Project #: | | N/A |
|------------------------------|------------------|---------------|-----------------|-----------------|---------------|
| Sample ID: | 11-27-06 QA/Q | (C | Date Reported: | | 11-27-06 |
| Laboratory Number: | 39291 | | Date Sampled: | | N/A |
| Sample Matrix: | Methylene Chlori | de | Date Received: | | N/A |
| Preservative: | N/A | | Date Analyzed: | | 11-27-06 |
| Condition: | N/A | | Analysis Reques | sted: | TPH |
| | | | , | | |
| Company of the second | I-Cal Date | I-Cal RF: | C-Cal RF: | % Difference | Accept: Range |
| Gasoline Range C5 - C10 | 07-11-05 | 1.0089E+003 | 1.0099E+003 | 0.10% | 0 - 15% |
| Diesel Range C10 - C28 | 07-11-05 | 9.9301E+002 | 9.9500E+002 | 0.20% | 0 - 15% |
| | | | | | |
| Blank Conc. (mg/L - mg/Kg) | | Concentration | | Detection Limit | |
| Gasoline Range C5 - C10 | | ND | | 0.2 | ···n |
| Diesel Range C10 - C28 | | ND | | 0.1 | |
| Total Petroleum Hydrocarbons | | ND | | 0.2 | |
| | | | | | |
| Duplicate Conc. (mg/Kg) | Sample | Duplicate | % Difference | Accept. Range | |
| Gasoline Range C5 - C10 | ND | ND | 0.0% | 0 - 30% | |
| Diesel Range C10 - C28 | 2.1 | 2.1 | 0.0% | 0 - 30% | |
| | | | | | |
| Spike Conc. (mg/Kg) | Sample | Spike Added | Spike Result | % Recovery | Accept. Range |
| Gasoline Range C5 - C10 | ND | 250 | 250 | 100.0% | 75 - 125% |
| Diesel Range C10 - C28 | 2.1 | 250 | 252 | 99.9% | 75 - 125% |
| | | | | | |

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

QA/QC for Samples 39291, 39293 - 39294, 39296, 39299 - 39302

Analyst

Review

CHAIN OF CUSTODY RECORD

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|--|------------------------------|--|--------------------------|-----------------------|---------------------|-------------------------------|--------------|
| Client / Project Name | Project Location CARSON FED. |). I # 1C | | ANALYSIS / PARAMETERS | RAMETERS | | |
| Sampler: | Client No. | | ers | | | Remarks | |
| JEFF DLAGS | 74084-0 | 5 | | | | | |
| Sample No./ Sample Sample Identification Date Time | Lab Number | Sample Matrix | Con | | | | |
| RESERVE PIT SOLIDS 11-22-06 OTIS | 39291 | Solu | × - | | 8-POINT CONPOSITE | Compa | SITE |
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| Relinquished by: (Signature) | 75/12 | Date Time Rece | Received by: (Signature) | april | 111 | Date /2/06 / | Time // UT |
| Pelinquished by: (Signature) | | | Received by: (Signature) | - | | • | |
| Relinquished by: (Signature) | | Recei | Received by: (Signature) | | | | |
| | | OVECTED TO STATE TO S | | | Sample Receipt | Receipt | |
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| , | | 5796 U.S. Highway 64 Farmington New Mexico 87401 | hway 64 Jevico 87401 | | Received Intact | S | |
| | | (505) 632-0615 | 0615 | | Cool - Ice/Blue fce | Ø | |
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