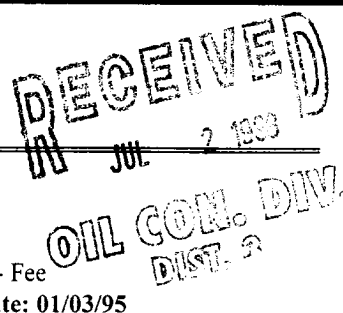


Henry R. Frost
EL PASO FIELD SERVICES
DEPUTY OIL & GAS INSPECTOR
PRODUCTION PIT CLOSURE

DEC 21 1998

ANNIE B#1
Meter/Line ID - 89898



SITE DETAILS

Approved
Legals - Twn: 30 Rng: 12
NMOCD Hazard Ranking: 50
Operator: MANANA GAS, INC

Sec: 13 Unit: N
Land Type: 4 - Fee
Pit Closure Date: 01/03/95

RATIONALE FOR RISK-BASED CLOSURE:

The above mentioned production pit was assessed and ranked according to the criteria in the New Mexico Conservation Division's Unlined Surface Impoundment Closure Guidelines.

The primary source, discharge to the pit, has been removed. There has been no discharge to the production pit for at least five years and the pit has been closed for at least three years.

The production pit has been remediated to the practical extent of the trackhoe or to the top of bedrock. Initial laboratory analysis has indicated that the soil remaining at the bottom of the excavation is above standards based on the hazard ranking score. Contaminated soil was removed and transported to an approved landfarm for disposal. The initial excavation was backfilled with clean soil and graded in a manner to divert precipitation away from the excavated area. Any rainfall that does infiltrate the ground surface must migrate through clean backfill before reaching any residual hydrocarbons remaining in the soil. Therefore, further mobility of residual hydrocarbons is unlikely.

Since the soil samples from the initial excavation were above standards, a test boring was drilled and a sample was collected to evaluate the vertical extent of impact to soils. Test boring sample results indicated soils below standards beneath the original excavation.

El Paso Field Services Company (EPFS) requests closure of the above mentioned production pit location for the following reasons:

- Discharge to the pit has not occurred in over five years and the pit has been closed for over three years.
- The bulk of the impacted soil was removed during the initial excavation.
- The excavation was backfilled with clean soil and graded to divert precipitation away from the excavation area.
- All source material has been removed from the ground surface, eliminating potential direct contact with livestock and the general public.
- Groundwater was not encountered in the initial excavation or test boring; therefore, impact to groundwater is unlikely.
- Soil samples collected beneath the initial excavation were below standards.
- Residual hydrocarbons remaining in the soil at the bottom of the initial excavation will naturally degrade in time with minimal risk to the environment.

FIELD PIT SITE ASSESSMENT FORM

GENERAL

Meter: 89898 Location: ANNIE B #1
 Operator #: _____ Operator Name: MANANA GAS P/L District: KUTZ
 Coordinates: Letter: N Section 13 Township: 30 Range: 12
 Or Latitude _____ Longitude _____
 Pit Type: Dehydrator ☒ Location Drip: _____ Line Drip: _____ Other: _____
 Site Assessment Date: 12-12-94 Area: 02 Run: 63

SITE ASSESSMENT

NMOCD Zone: (From NMOCD Maps) Inside ☒ (1) Outside ☐ (2)
Land Type: BLM ☐ (1) State ☐ (2) Fee ☒ (3) Indian _____

Depth to Groundwater
 Less Than 50 Feet (20 points) ☒ (1)
 50 Ft to 99 Ft (10 points) ☐ (2)
 Greater Than 100 Ft (0 points) ☐ (3)

Wellhead Protection Area :

Is it less than 1000 ft from wells, springs, or other sources of fresh water extraction? , or ; Is it less than 200 ft from a private domestic water source? ☒ (1) YES (20 points) ☐ (2) NO (0 points)

Horizontal Distance to Surface Water Body

Less Than 200 Ft (20 points) ☐ (1)
 200 Ft to 1000 Ft (10 points) ☒ (2)
 Greater Than 1000 Ft (0 points) ☐ (3)

Name of Surface Water Body HALFORD INDEPENDENT DITCH

(Surface Water Body : Perennial Rivers, Major Wash, Streams, Creeks, Irrigation Canals, Ditches, Lakes, Ponds)

Distance to Nearest Ephemeral Stream ☐ (1) < 100' (Navajo Pits Only)
☐ (2) > 100'

TOTAL HAZARD RANKING SCORE: 50 **POINTS**

REMARKS

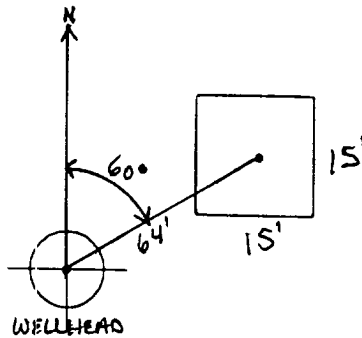
Remarks : REDLINE E. TOPD SHOW LOCATION INSIDE V.Z. TWO PITS ON LOCATION - ONE BELONGS TO OPERATOR WILL CLOSE EPNG'S DENY PIT.

DIG E' HAUL

ORIGINAL PIT LOCATION

ORIGINAL PIT LOCATION

Original Pit : a) Degrees from North 60° Footage from Wellhead 64'
 b) Length : 15' Width : 15' Depth : 3'



REMARKS

Remarks :

PHOTOS - 1425

Completed By:

Bob Champion

Signature

12.12.94

Date

PHASE I EXCAVATION



FIELD PIT REMEDIATION/CLOSURE FORM

GENERAL	<p>Meter: <u>89898</u> Location: <u>ANNIE B #1</u></p> <p>Coordinates: Letter: <u>N</u> Section <u>13</u> Township: <u>30</u> Range: <u>12</u></p> <p>Or Latitude _____ Longitude _____</p> <p>Date Started : <u>1-3-95</u> Run: <u>02</u> <u>63</u></p>
FIELD OBSERVATIONS	<p>Sample Number(s): <u>KP 371</u></p> <p>Sample Depth: <u>12'</u> Feet</p> <p>Final PID Reading <u>703</u> PID Reading Depth <u>12'</u> Feet</p> <p style="text-align: center;">Yes No</p> <p>Groundwater Encountered <input type="checkbox"/> <input checked="" type="checkbox"/> Approximate Depth _____ Feet</p>
CLOSURE	<p>Remediation Method :</p> <p>Excavation <input checked="" type="checkbox"/> Approx. Cubic Yards <u>60</u></p> <p>Onsite Bioremediation <input type="checkbox"/></p> <p>Backfill Pit Without Excavation <input type="checkbox"/></p> <p>Soil Disposition:</p> <p>Envirotech <input type="checkbox"/> <input checked="" type="checkbox"/> Tierra</p> <p>Other Facility <input type="checkbox"/> Name: _____</p> <p>Pit Closure Date: <u>1-3-95</u> Pit Closed By: <u>B. E. F.</u></p>
REMARKS	<p>Remarks : <u>Some hide markers started Remediating To 12'</u></p> <p><u>Soil Turned Dark gray with A Hydrocarbon odor. AT 12'</u></p> <p><u>Soil STILL THE SAME.</u></p>
	<p>Signature of Specialist: <u>Kelly Padilla</u></p>





FIELD SERVICES LABORATORY

ANALYTICAL REPORT

PIT CLOSURE PROJECT - Soil Samples Inside the GWV Zone

SAMPLE IDENTIFICATION

	Field ID	Lab ID
SAMPLE NUMBER:	KP 371	946547
MTR CODE SITE NAME:	89898	N/A
SAMPLE DATE TIME (Hrs):	1-3-95	1220
SAMPLED BY:	N/A	
DATE OF TPH EXT. ANAL:	1-5-95	1-5-95
DATE OF BTEX EXT. ANAL:		1/6/95
TYPE DESCRIPTION:	VC	Grey/Brown clay

REMARKS: sample was very wet clay.

RESULTS

PARAMETER	RESULT	UNITS	QUALIFIERS			
			DF	Q	M(g)	V(ml)
BENZENE	4.76	MG/KG	0.21645		2.31	20
TOLUENE	32.84	MG/KG	I		I	I
ETHYL BENZENE	4.53	MG/KG	I		I	I
TOTAL XYLENES	56.8	MG/KG	I		I	I
TOTAL BTEX	98.5	MG/KG				
TPH (418.1)	147	MG/KG			1.98	28
HEADSPACE PID	703	PPM				
PERCENT SOLIDS	79.5	%				

-- TPH is by EPA Method 418.1 and BTEX is by EPA Method 8020 --

The Surrogate Recovery was at 113 % for this sample All QA/QC was acceptable.
Narrative:

DF = Dilution Factor Used

Approved By: Date: 2-22-95

EL PASO NATURAL GAS

EPA METHOD 8020 - BTEX SOILS

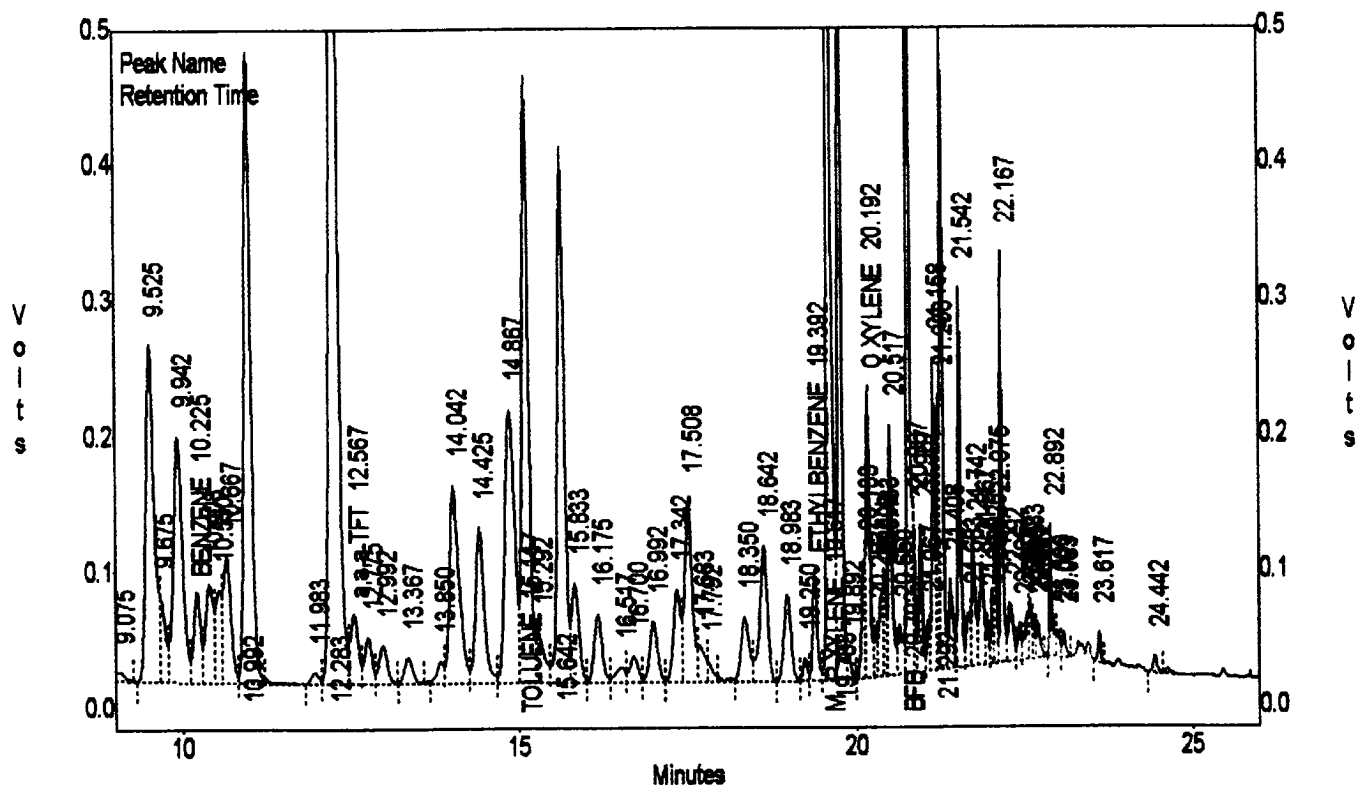
File : C:\LABQUEST\CHROM\946547B
 Method : C:\LABQUEST\METHODS\SOILS.MET
 Sample ID : 946547A,2.31G/200uL
 Acquired : Jan 06, 1995 13:41:13
 Printed : Jan 06, 1995 14:07:35
 User : Tony

Channel B Results

COMPONENT	RET TIME	AREA	AVG RF	CONC (ug/L)
BENZENE	10.225	467397	20735.91406	23.0570
a,a,a TFT	12.567	420109	1914.54138	208.2781
TOLUENE	15.117	2985807	21257.20508	148.7496
ETHYLBENZENE	19.392	380075	19772.41406	19.8453
M & P XYLENE	19.617	3793419	20137.20898	191.4246
O XYLENE	20.192	802195	19526.79688	42.4401
BFB	20.792	3289309	25983.21484	125.0278

Totals :
 12138314 758.8224

C:\LABQUEST\CHROM\946547B - Channel B



BTEX SOIL SAMPLE WORKSHEET

File	:	946547B	Date Printed	:	1/8/95
Soil Mass (g)	:	2.31	Multiplier (L/g)	:	0.00216
Extraction vol. (mL)	:	20	DF (Analytical)	:	100
Shot Volume (uL)	:	200	DF (Report)	:	0.21645

			Det. Limit
Benzene (ug/L)	:	21.98	Benzene (mg/Kg): 4.758 1.082
Toluene (ug/L)	:	149.52	Toluene (mg/Kg): 32.364 1.082
Ethylbenzene (ug/L)	:	20.92	Ethylbenzene (mg/Kg): 4.528 1.082
p & m-xylene (ug/L)	:	206.49	p & m-xylene (mg/Kg): 44.695 2.165
o-xylene (ug/L)	:	55.95	o-xylene (mg/Kg): 12.110 1.082
			Total xylenes (mg/Kg): 56.805 3.247
			Total BTEX (mg/Kg): 98.455

EL PASO NATURAL GAS

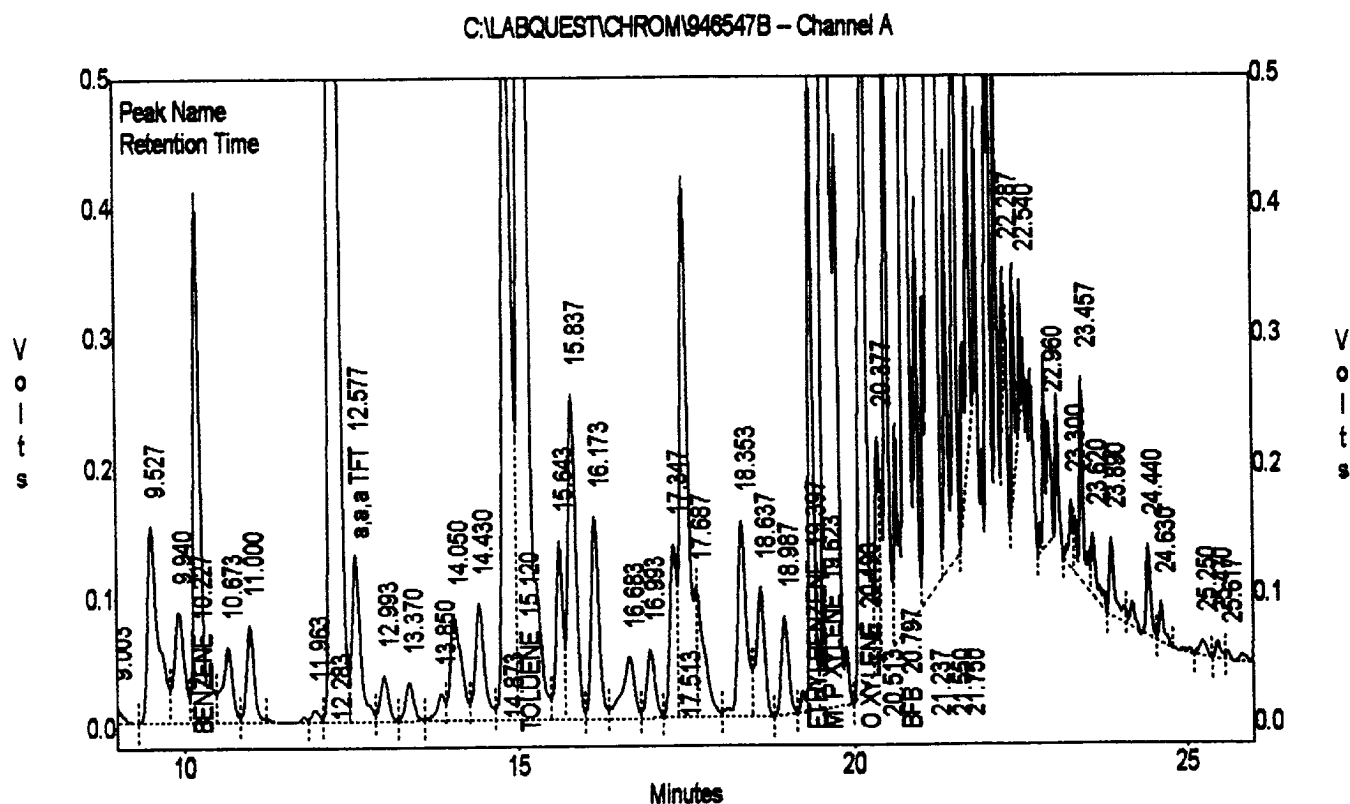
EPA METHOD 8020 - BTEX SOILS

File : C:\LABQUEST\CHROM\946547B
 Method : C:\LABQUEST\METHODS\SOILS.MET
 Sample ID : 946547A,2.31G/200uL
 Acquired : Jan 06, 1995 13:41:13
 Printed : Jan 06, 1995 14:07:28
 User : Tony

Channel A Results

COMPONENT	RET TIME	AREA	AVG RF	CONC (ug/L)
BENZENE	10.227	2924149	139592.09375	21.9822
a,a,a TFT	12.577	1124364	6372.49561	152.5142
TOLUENE	15.120	19955382	169100.54688	149.5213
ETHYLBENZENE	19.397	2467619	129068.31250	20.9195
M & P XYLENE	19.623	27415272	178734.17188	206.4855
O XYLENE	20.190	6163716	127976.28906	55.9505
BFB	20.797	26669424	232900.28125	113.4255

Totals :
 86719928 720.7986





 1 Test Method for
 2 Oil and Grease and Petroleum Hydrocarbons
 3 in Water and Soil
 4
 5 Perkin-Elmer Model 1100 FT-IR
 6 Analysis Report
 7 *****

8 Sample ID: 10149

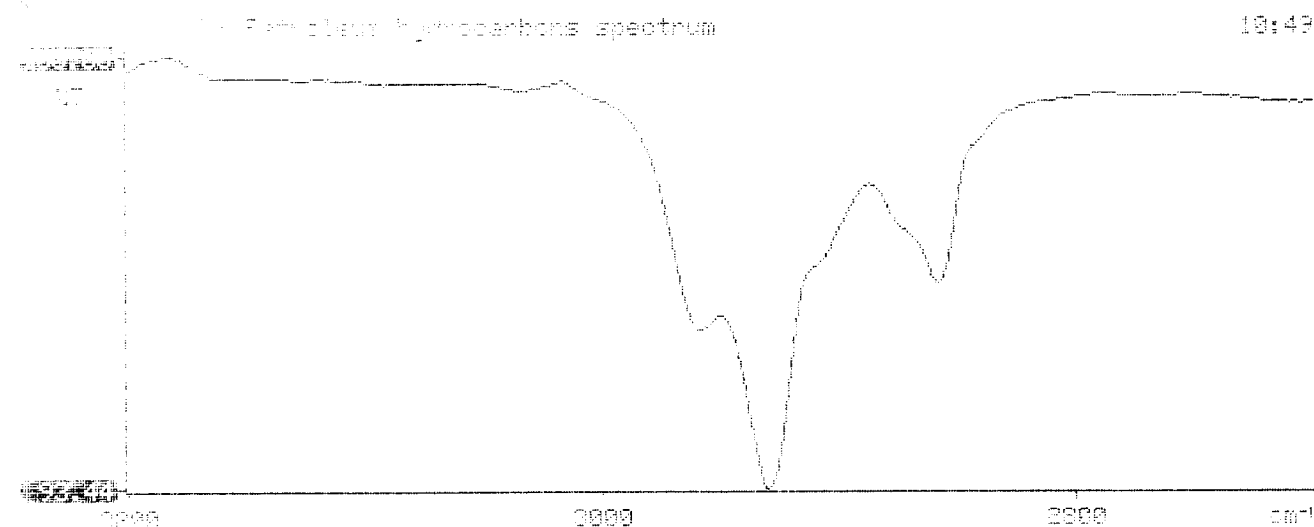
9 Sample Identification
 10 10149

11 Initial mass of sample, g
 12 0.00

13 Volume of sample after extraction, ml
 14 0.00

15 Petroleum hydrocarbons, ppm
 16 144.798

17 Total absorbance of hydrocarbons (3000 cm-1)
 18 0.002





PHASE II

RECORD OF SUBSURFACE EXPLORATION

Borehole # BH-1
 Well # _____
 Page 1 of 1

Philip Environmental Services Corp.

4000 Monroe Road
 Farmington, New Mexico 87401
 (505) 326-2262 FAX (505) 326-2388

Project Name EPNG Pits
 Project Number 14509 Phase 60+6000
 Project Location Annie B#1, 89898

Elevation _____
 Borehole Location T30, R12, S.13, 11
 GWL Depth _____
 Logged By S.Kelly
 Drilled By M. Donohue
 Date/Time Started 10/6/95, 1145
 Date/Time Completed 10/6/95, 1255

Well Logged By S.Kelly
 Personnel On-Site J. Long, J. Johnson
 Contractors On-Site _____
 Client Personnel On-Site _____

Drilling Method 4 1/4" ID HSA
 Air Monitoring Method CGI, PID

Depth (Feet)	Sample Number	Sample Interval	Sample Type & Recovery (inches)	Sample Description Classification System: USCS	USCS Symbol	Depth Lithology Change (feet)	Air Monitoring Units: NDU <u>5/45</u> BZ BH			Drilling Conditions & Blow Counts
0				Backfill						
5				to 12'						
10										
15	1	14.5-16.5	.9' / 20'	silty CLAY, brown, 5-25% silt, med plasticity, damp					0	1205
20				TOB-16.5'						
25										
30										
35										
40										

Comments: 14.5'-16.5' sample (SEX 95) sent to lab (BTEX & TPH) Sample was bagged and iced prior to being put in jar. BH grouted to surface.

Geologist Signature Sarah Kelly



FIELD SERVICES LABORATORY
ANALYTICAL REPORT

PIT CLOSURE PROJECT - Soil Samples Inside the GWV Zone

SAMPLE IDENTIFICATION

	Field ID	Lab ID
SAMPLE NUMBER:	SEK95	947601
MTR CODE SITE NAME:	89898	Annie B #1
SAMPLE DATE TIME (Hrs):	10-06-95	1205
PROJECT:	Phase II Drilling	
DATE OF TPH EXT. ANAL.:	10/9/95	
DATE OF BTEX EXT. ANAL.:	10/9/95	10/9/95
TYPE DESCRIPTION:	VG	Brown clay

Field Remarks:

RESULTS

PARAMETER	RESULT	UNITS	QUALIFIERS			
			DF	Q	M(g)	V(ml)
BENZENE	< 0.5	MG/KG				
TOLUENE	< 0.5	MG/KG				
ETHYL BENZENE	< 0.5	MG/KG				
TOTAL XYLENES	< 1.5	MG/KG				
TOTAL BTEX	< 3	MG/KG				
TPH (418.1)	< 10	MG/KG			2.01	28
HEADSPACE PID	0	PPM				
PERCENT SOLIDS	80.2	%				

-- TPH is by EPA Method 418.1 and BTEX is by EPA Method 8020 --

The Surrogate Recovery was at 96% for this sample All QA/QC was acceptable.
Narrative:

DF = Dilution Factor Used

Approved By: [Signature]

Date: 10-11-95


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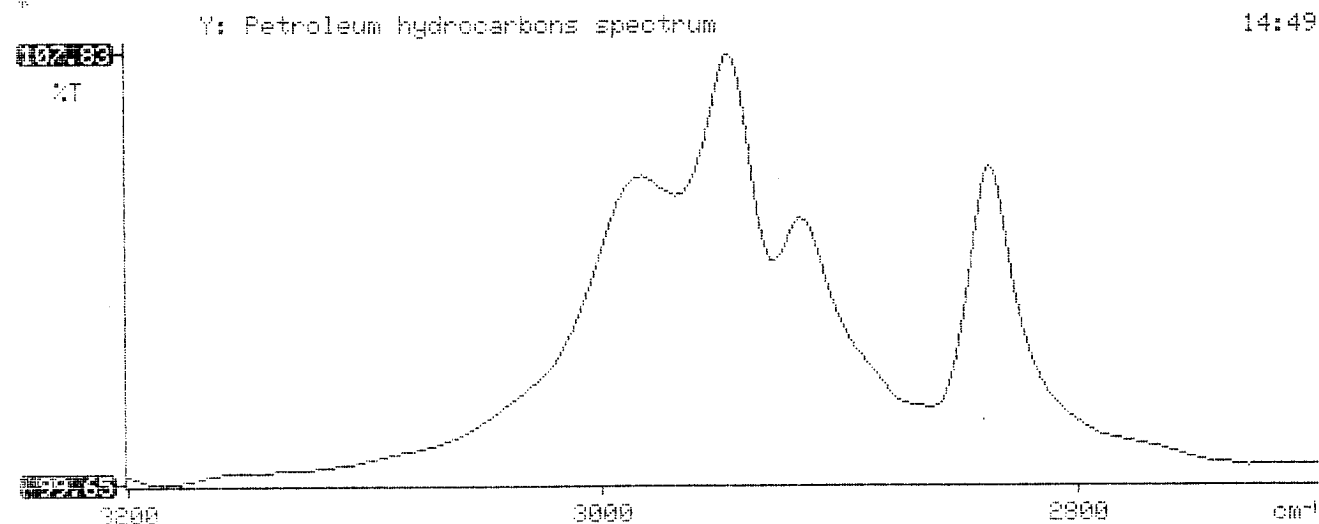
*****
*                                     *
*           Test Method for          *
*   Oil and Grease and Petroleum Hydrocarbons   *
*           in Water and Soil          *
*                                     *
*   Perkin-Elmer Model 1600 FT-IR          *
*           Analysis Report              *
*                                     *
*****

```

```

*   95/10/09   14:49
*
*   Sample identification
*   947601
*
*   Initial mass of sample, g
*   2.010
*
*   Volume of sample after extraction, ml
*   28.000
*
*   Petroleum hydrocarbons, ppm
*   -222.946
*   Net absorbance of hydrocarbons (2930 cm-1)
*   -0.017

```



BTEX SOIL SAMPLE WORKSHEET

File	:	947601	Date Printed	:	10/10/95
Soil Mass (g)	:	4.94	Multiplier (L/g)	:	0.00101
Extraction vol. (mL)	:	10	DF (Analytical)	:	200
Shot Volume (uL)	:	50	DF (Report)	:	0.20243

				Det. Limit
Benzene (ug/L)	:	0.19	Benzene (mg/Kg):	0.038 0.506
Toluene (ug/L)	:	0.33	Toluene (mg/Kg):	0.067 0.506
Ethylbenzene (ug/L)	:	0.00	Ethylbenzene (mg/Kg):	0.000 0.506
p & m-xylene (ug/L)	:	0.33	p & m-xylene (mg/Kg):	0.067 1.012
o-xylene (ug/L)	:	0.12	o-xylene (mg/Kg):	0.024 0.506
			Total xylenes (mg/Kg):	0.091 1.518
			Total BTEX (mg/Kg):	0.196



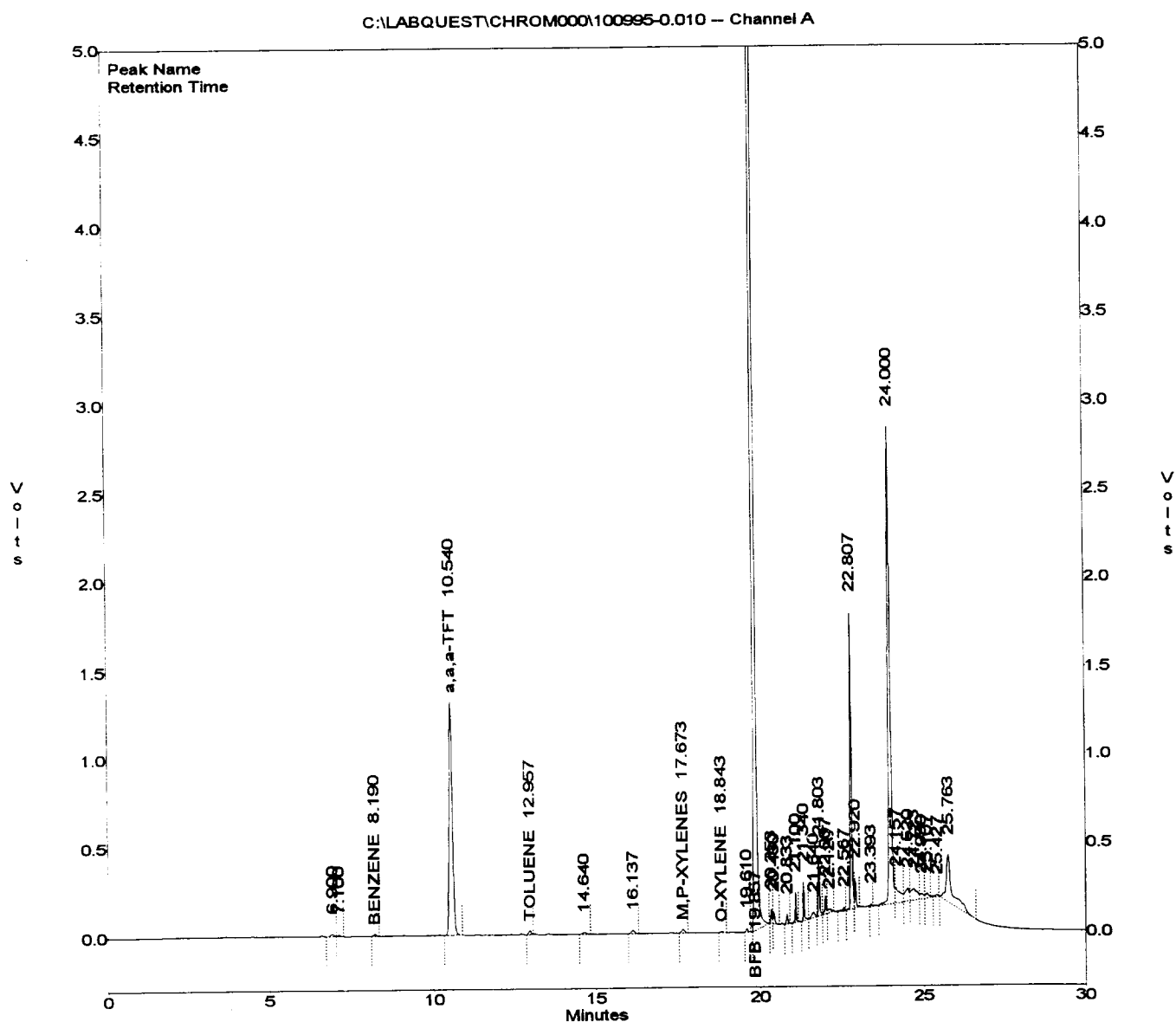
EL PASO NATURAL GAS

EPA METHOD 8020 - BTEX SOILS

File : C:\LABQUEST\CHROM000\100995-0.010
 Method : C:\LABQUEST\METHODS\0-092095.MET
 Sample ID : 947601,4.94G,50U
 Acquired : Oct 09, 1995 19:02:10
 Printed : Oct 10, 1995 08:01:18
 User : MARLON

Channel A Results

COMPONENT	RET TIME	AREA	CONC (ug/L)
BENZENE	8.190	72751	0.1944
a,a,a-TFT	10.540	9242082	105.6409
TOLUENE	12.957	121389	0.3335
ETHYLBENZENE	17.170	0	0.0000
M,P-XYLENES	17.673	133220	0.3321
O-XYLENE	18.843	40498	0.1237
BFB	19.857	52513968	96.3416

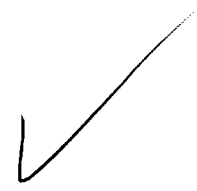


7-25-77
S-3-77

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501



July 13, 1977

Manana Gas, Inc.
P. O. Box 10068
Albuquerque, New Mexico 87103

Attention: Betty M. Hartman

Administrative Order HSI-865

Gentlemen:

Reference is made to your application for approval of a non-standard location for your Annie B Well No. 1 located 840 feet from the South line and 1400 feet from the West line of Section 13, Township 30 North, Range 12 West, NMP, Basin Dakota Gas Field, San Juan County, New Mexico.

By authority granted me under the provisions of Rule 104 F of the Commission Rules and Regulations, the above-described unorthodox location is hereby approved.

Very truly yours,

JOE D. RAMBY,
Secretary-Director

JDR/JEK/dr

cc: Oil Conservation Commission - Aztec
Oil & Gas Engineering Committee - Hobbs



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OIL CONSERVATION COMMISSION
P. O. BOX 5088
SANTA FE, NEW MEXICO 87501

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OIL CONSERVATION COMMISSION
Antelope DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

San Kaptina

DATE June 29, 1977

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL ✓ _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated June 22, 1977
for the Manana Gas, Inc. Annie B #1 N-13-30N-12W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours very truly,

AR Kendrick

Manana Gas, Inc.

~~301 S. IOWA CH. N.E.~~
~~ALBUQUERQUE, NEW MEXICO 87108~~

EDWARD M. HARTMAN, PRES.

P.O. Box 80068
Albuquerque, New Mexico 87108

TEL. (505) 842-9313

June 22, 1977

Mr. Joe D. Ramey, Director
Oil Conservation Commission
State of New Mexico
P.O. Box 2088
Santa Fe, New Mexico 87501

APPLICATION FOR ADMINISTRATIVE APPROVAL

Re: Unorthodox Location
Basin Dakota Gas Field
840' FSL & 1400' FWL
Section 13, T 30N, R 12W
San Juan County, New Mexico

Dear Sir:

Enclosed in triplicate are plats showing ownership of all leases and Dakota wells offsetting our proration unit and a topographic map of the area.

Approval for this unorthodox location is requested in order to avoid unnecessary damage to fee surface land owned by Mr. and Mrs. Cecil S. Henry of Farmington, New Mexico. Mr. Henry requested the drillsite be located in the extreme northwest corner of his pasture as close as possible to the existing road and his fence line.

Manana Gas, Inc. has notified all offsetting operators of this application by certified mail.

Yours very truly,

MANANA GAS, INC.

Betty M. Hartman

Betty M. Hartman, Secretary

pc: Amoco Production Company
Aztec Oil and Gas Company
Beta Development Co., Inc.
Getty Oil Company
Texaco, Inc.
Bradley Keyes

T
30
N

R 11 W

R 12 W



GEDAR HI
DURANGO COL

(AZTEC 1:62500)
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4077

4076

4730'

4075

Manana Gas, Inc.

~~MANANA GAS, INC.~~

~~ALBUQUERQUE, NEW MEXICO 87401~~

EDWARD M. HARTMAN, PRES.

P.O. Box 80068
Albuquerque, New Mexico 87108

TEL. (505) 842-9313

June 22, 1977

Amoco Production Company
Security Life Building
Denver, Colorado 80202
Attn: Division Production Manager

Aztec Oil & Gas Company
P.O. Box 570
Farmington, New Mexico 87401

Beta Development Co., Inc.
P.O. Box 1659
Midland, Texas 79701

Getty Oil Company
1860 Lincoln Street
Denver, Colorado 80203

Texaco, Inc.
P.O. Box 2100
Denver, Colorado 80201

Bradley Keyes
103 N. Main
Aztec, New Mexico 87410

Re: Non-Standard Location
Basin Dakota Gas Field
San Juan County, New Mexico

Gentlemen:

Each of you has a direct or diagonal offset to Manana Gas, Inc.'s location (840' FSL and 1400' FWL) for a 6600 ft Dakota test in Section 13, T 30N, R 12W, San Juan County, New Mexico.

New Mexico Oil Conservation Commission Rule 104, paragraph D, subparagraph II-C states that if the applicant presents written consent in the form of waivers from all offset operators, the Secretary-Director of the Commission may grant administrative approval for an unorthodox location.

Manana Gas, Inc. would greatly appreciate your granting a waiver for this location.

Yours very truly,

MANANA GAS, INC.

Betty M Hartman
Betty M. Hartman, Secretary

