3R - 425

WORKPLAN APPROVAL

12/01/2011

Susana Martinez

Governor

John H. Bemis Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary

Jami Bailey Division Director Oil Conservation Division



DECEMBER 1, 2011

Mr. Terry S. Lauck
Site Manager
ConocoPhillips Company
Risk Management & Remediation
420 South Keeler Avenue
Bartlesville. OK 74004

RE: SITE CHARACTERIZATION REPORT AND SUBSURFACE REMEDIATION WORK PLAN

SAN JUAN 29-7 UNIT 37

UNIT LETTER N, SECTION 12, TOWNSHIP 29N, RANGE 7W

RIO ARRIBA COUNTY, NEW MEXICO

3R-425

Mr. Lauck:

The Oil Conservation Division (OCD) has reviewed the Site Characterization Report and Subsurface Remediation Work Plan submitted on ConocoPhillips' behalf by Conestoga-Rovers & Associates (CRA) on November 28, 2011. OCD hereby conditionally approves both the report and the workplan. ConocoPhillips must revise the workplan by adding the information that CRA to OCD via email on December 1, 2011. The revised workplan should specify that ConocoPhillips will sample MW-4 and a nearby water supply well for nitrate, sulfate, and TDS in order to attempt to show these constituents are present at background levels at the site and should specify how frequently these additional wells will be monitored. ConocoPhillips should also specify that it plans to inject approximately 60,000 gallons of Cool-Ox solution injected under pressure with some infiltration. Please submit the revised workplan by December 8, 2011.

If you have any questions, please contact me at 505-476-3488.

Sincerely,

Glenn von Gonten

Acting Environmental Bureau Chief

GvG/gvg