

GW-220

Questionnaire 2012



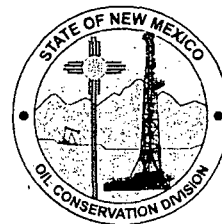
New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John H. Bemis
Cabinet Secretary

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

Jami Bailey
Division Director
Oil Conservation Division



MARCH 1, 2012

Mr. John Baugh
Bearcat Drilling LLC
P.O. Box 76
Farmington NM 87499

Dear Mr. Peterson:

The Oil Conservation Division's (OCD) records indicate that the following Water Quality Control Commission (WQCC) Discharge Permit has already expired or will soon expire.

GW-220 Bearcat Drilling - Farmington Facility

OCD has revised its permitting policies. These changes may affect the renewal of your discharge permit(s). Please submit an "Oil & Gas Facilities Questionnaire for Determination of a WQCC Discharge Permit" for each of your facilities (see attachment and OCD's "Notifications and Announcements" at <http://www.emnrd.state.nm.us/oed>). Please submit the completed Questionnaires within 30 days of your receipt of this letter. Based on your response, OCD will determine whether you will need to submit a discharge permit renewal. If OCD determines that you no longer are required to operate under a WQCC Discharge Permit, you may be required to obtain a separate permit(s) for other processes at your facility, such as: pits, ponds, impoundments, below-grade tanks; waste treatment, storage and disposal operations; and landfarms and landfills. OCD will determine if any of these existing processes may require a separate permit under OCD's Oil, Gas, and Geothermal regulations. If OCD determines that a separate permit(s) is required, then a letter will be sent to you indicating what type of permit is required.

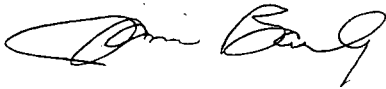
Please keep in mind, if your facility has any discharges that would require a WQCC Discharge Permit now or in the future, then you will be required to renew or obtain a WQCC Discharge Permit.

Mr. Baugh

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If you have any questions regarding this matter, please contact Glenn von Gonten at 505-476-3488.

Thank you for your cooperation.

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" and last name "Bailey" clearly distinguishable.

Jami Bailey
Director

JB/gvg

Attachment