

Bratcher, Mike, EMNRD

From: Bratcher, Mike, EMNRD
Sent: Wednesday, March 31, 2010 10:40 AM
To: 'mario.dolan@wickphillips.com'
Cc: 'brad.mahanay@wickphillips.com'; Macquesten, Gail, EMNRD; VonGonten, Glenn, EMNRD; Sanchez, Daniel J., EMNRD; Dade, Randy, EMNRD
Subject: Hanagan State 001

Reference: Giant Operating, LLC * Hanagan State 001 * API 30-015-04746 * G-8-25s-30e * Eddy County, New Mexico

Mr. Dolan,

As per our phone conversation this morning, it is my understanding that you will be supervising the investigation/remediation project for Giant Operating, LLC at the above referenced well site. The New Mexico Oil Conservation Division (OCD) has documentation indicating that what is commonly referred to as a "production pit" existed at this site as late as May, 2009. Currently, the pit area is covered with soil, however, OCD has been unable to determine the pit was closed per OCD Rules, Regulations and Guidelines. At this time, OCD is requesting that a Form C-144 be submitted to the District 2 Office for this pit. In addition, OCD will require the area to be delineated (vertical and horizontal) to determine the extent of any contaminants that may be present. A proposal for remediation of the site may then be required.

Please submit the Form C-144 not later than April 9, 2010, and, make arrangements to commence the delineation process not later than April 12, 2010. Be advised of the following minimum requirements:

- Notify OCD 48 hours prior to commencement of activities.
- Notify OCD 48 hours prior to obtaining samples, where analyses of samples obtained, are to be submitted to OCD.

If you have any questions or concerns, and, to provide notifications, please contact me.

Mike Bratcher

NMOCD DISTRICT 2
1301 W. GRAND AVE.
ARTESIA, NM 88210
575-748-1283 EXT.108
575-626-0857 MOBILE
mike.bratcher@state.nm.us