Administrative/Environmental Order



AE Order Number Banner

Report Description

This report shows an AE Order Number in Barcode format for purposes of scanning. The Barcode format is Code 39.



App Number: pGRL1027252910

1RP - 2619

LYNX OPERATING CO., INC.

2/10/2016

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., 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

Form C-141 Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

	ero Drig Dano		A.S.	S	anta Fe, NM	87:	005	Contraction and the		1 Burner Ba		a the and
			Rel	ease Notifi	cation and	C	orrective A	ction				
					OPE	RA	TOR		Initi	al Report		Final Repo
Name of Co	mpany C	Cimarex Ene	rgy		Contac	t Jo	nn Osborne	C. P. State State				
		der Blvd. H		M	Teleph	one	No. 575-390-89	978		Note in the		
Facility Nat	ne Haller	tau 5 Fed #4	Н		Facility	Ty	be' Temporary t	anks	24		1999 (S. 1997)	- 10.27 1 11
Surface Ow	ner BLM		1	Mineral (Owner BLM	100		AP	IN	0. 30-025-40)254	
-		15.	·	LOC	ATION OF	RE	LEASE				1	
Unit Letter	Section 5	Township 26 S	Range 32 E	Feet from the 360'	North/South L FSL		Feet from the 660'	East/West L FWL	ine	County Lea		
		Latit	tude_32.0	078678	Long	itud	e 103.7037	42	are .	1		
			- A	NAT	TURE OF R	EL	EASE					
Type of Rele	ase Produc	ed water & of	il						Recovered 1	ecovered 10 BBLS		
Source of Re					Date a	Date and Hour of Occurrence 3:00AM 2/4/12			Date and Hour of Discovery 4:00 AM 2/4/12			
Was Immedi	ate Notice (Yes [] No 🗌 Not R		If YES, To Whom? Cathy Haston / BLM						
By Whom?	John Osborn	ne		14 Mar 19 19	Date a	and H	Iour	1 1. 1. 1. 1. 1. 1		1411		
Was a Water	course Read]Yes 🛛] No	If YE	If YES, Volume Impacting the Watercourse.						
If a Watercou	irse was Im	pacted, Descr	ibe Fully.	¢				•	<u>19</u> 14	5		Contraction of the second
		em and Reme				1		18-1-1 PM	18			
Frac tanks ra	n over. Co	ontacted S	afety & Er	ivironmental Solu	itions, Inc. To su	iperv	ise clean up and s	stay in contact	with	the BLM.		
								1	1			
Describe Are	a Affected	and Cleanup	Action Tal	cen.*						and the second		
Fluid that ma BLM.	de it of loca	ation is approx	ximately 1	5' wide at the wid	dest point, and 3	320'	long. Have not st	tarted correctiv	e ac	tion pending	orders	from the

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 federal, state, or local laws and/or regulations.

Signature: And Oborne	OIL CONSERVATION	and the			
Printed Name: John P. Osborne	Approved by Environmental Specialist: Sleoffrey Labring				
Title: Production Foreman		Expiration Date: 6/19/12			
E-mail Address: josborne@cimarex.com Date: 2/6/12 Phone: 575-390-8978	Conditions of Approval: SUBMIT FINAL C-141 BY 6/19/12.	Attached [] 4-12-2801			

Attach Additional Sheets If Necessary

Whitetail Well Testing

Hallertau 5 Federal #4 Section 5 of Township 26 South, Range 32 East Lea County New Mexico

Delineation Report

April 6, 2012



Prepared for:

Whitetail Well Testing P.O. Box 86 Carter, Oklahoma 73627

By:

Safety & Environmental Solutions, Inc. 703 East Clinton Street Hobbs, New Mexico 88240 (575) 397-0510

> appreved. Steelf Sching G.W.F. Specialist NMOCD-DIST 1 4126/12

TABLE OF CONTENTS

I.	COMPANY CONTACTS	1
П.	BACKGROUND	1
ш.	SURFACE AND GROUND WATER	1
IV.	CHARACTERIZATION	1
v.	WORK PERFORMED	2
VI.	ACTION PLAN	3
VII.	FIGURES & APPENDICES Figure 1 – Vicinity Map. Figure 2 – Site Plan Appendix A – Analytical Results. Appendix B – Site Photographs Appendix C – C-141 Appendix D – BLM Correspondence April 12, 2012	
	Appendix D – BLM Correspondence April 12, 2012	9

I. Company Contacts

Representative	Company	Telephone	E-mail
Glenn Price	Whitetail Well Testing		vglennprice@hotmail.com
Bob Allen	SESI	575-397-0510	ballen@sesi-nm.com

II. Background

Safety and Environmental Solutions, Inc. (SESI) was engaged by Cimarex Energy and Whitetail Well Testing to perform site assessment of an area impacted by a release of produced fluids from frac tanks at the Hallertau 5 Federal #4 located in Section 5 of Township 26 South, Range 32 East, Lea County, New Mexico. The release occurred on February 4, 2012 and was reported to the Ms. Cathy Haston with the BLM by telephone (Appendix C). Approximately 30 barrels of fluid was released, and approximately 10 barrels were recovered. The spill impacted approximately 15,050 square feet. (Figure 2)

On February 6, 2012 Mr. Sergio Contreras, SESI representative contacted Ms. Trish Badbear, Bureau of Land Management (BLM) representative, regarding the necessity of an archeology study for the spill area that migrated off the location pad. Mr. Contreras was referred to Mr. James Smith with the BLM Carlsbad office for the determination regarding the archeology study.

Mr. Contreras contacted Mr. Smith on February 8, 2012 to determine if the archeology study was necessary. Mr. Smith explained that Cimarex has a MOA (Permian Basin Memorandum of Agreement) regarding preservation or archeology sites and Whitetail Well Testing can work under, however, Whitetail Well Testing will have to pay a fee. Upon receipt of the fee, the BLM will clear the site if no problems exist and we should be able to commence work. SESI received BLM verbal clearance from Mr. Jim Amos of the BLM on March 28, 2012.

Mr. Eddie Herchman with Cimarex Energy received notification in an email on April 12, 2012 from Ms. Terry Gregston, BLM Environmental Protection Specialist, , that this release has been designated as Undesirable Event #NU12093TG on February 29, 2012 (Appendix D).

III. Surface and Ground Water

The nearest groundwater record is listed with the New Mexico State of Engineer is in Section 01 Range 31 East and Township 26 South, which is located 1.2 miles west of the site. The depth to groundwater was reported at 335 feet in December 1965.

IV. Characterization

The target cleanup levels are determined using the "Guidelines for Remediation of Leaks, Spills and Releases" (NMOCD August 13, 1993).

Application of the OCD's ranking criteria for contaminated soils indicates 5,000 parts per million (ppm) Total Petroleum Hydrocarbons (TPH) is the target concentration, as presented in the following determination:

Depth to Ground Water:	and the second states	State of the state	1
(Vertical distance from contaminants to	Less than 50 feet	20 points	
seasonal high water elevation of	50 feet to 99 feet	10 points	
groundwater)	>100 feet	0 points	X
Wellhead Protection Area:	A STATE AND	The second second	
(Less than 200 feet from a private domestic	Yes	20 points	
water source; or less than 1000 feet from all other water sources)	No	0 points	X
Distance to Surface Water:			2.300
(Horizontal distance to perennial lakes,	Less than 200 feet	20 points	
ponds, rivers, streams, creeks, irrigation	200 feet to 1000 feet	10 points	
canals and ditches)	>1000 feet	0 points	X
	RANKING SCORE (TOT	AL POINTS)	0

V. Work Performed

On February 22, 2012, SESI representative, arrived at the Hallertau 5 Federal #4 to gather GIS data and to photograph the subject site. All other work was postponed pending BLM archeology clearance.

On March 29, 2012, SESI representative was onsite with Bryan's Oilfield Services to determine vertical extent of contamination utilizing a backhoe. A test trench was installed, east of location pad, in the vegetated area where produced fluids ran off of location. The weather is 85 degrees with clear skies with a 5-10 mph winds.

Samples were retrieved at the surface, and each foot thereafter to a depth of 5 feet below ground surface (BGS). The samples were properly packaged and transported under chain of custody to Cardinal Laboratories in Hobbs, New Mexico to be analyzed for Chloride (EPA Method SM4500CI-B), TPH (EPA Method 8015M), and Benzene, Toluene, Ethyl Benzene, Xylenes (BTEX, EPA Method 8021B).

There was no visible staining or odors at a depth of 3-5 feet in the test trench. The test trench was backfilled using the same soil that was excavated and packed down using the backhoe. At a depth of 2 ft below ground surface, a very hard caliche layer was encountered.

At the direction of Cimarex Energy, the operator of the well, no samples were retrieved from the surface of the location pad. The results of the analysis are as follows:

Sample ID	Cl- (mg/kg)		TPH 418. (mg/kg)	1	Benzene (mg/kg)	Toluene (mg/kg)	Ethyl Benzene	Total Xylenes
		GRO C ₆ -C ₁₀	DRO >C ₁₀ -C ₂₈	EXT DRO >C ₂₈ -C ₃₅			(mg/kg)	(mg/kg)
Analysis Date:	03/30/12	04/02/12	04/02/12	04/02/12	04/03/12	04/03/12	04/03/12	04/03/12
TT-1 Surface	58400	70.9	10000	1690	< 0.050	< 0.050	< 0.050	1.13
TT-1 1 ft.	9200	845	4360	592	< 0.050	2.34	1.69	15.3
TT-1 2 ft.	2280	23.2	382	57.1	< 0.050	< 0.050	< 0.050	0.188
TT-1 3 ft.	1630	<10.0	<10.0	<10.0	< 0.050	< 0.050	< 0.050	< 0.150
TT-1 4 ft.	1010	<10.0	<10.0	<10.0	< 0.050	< 0.050	< 0.050	<0.150
TT-1 5 ft.	16.0	<10.0	<10.0	<10.0	< 0.050	< 0.050	< 0.050	<0.150

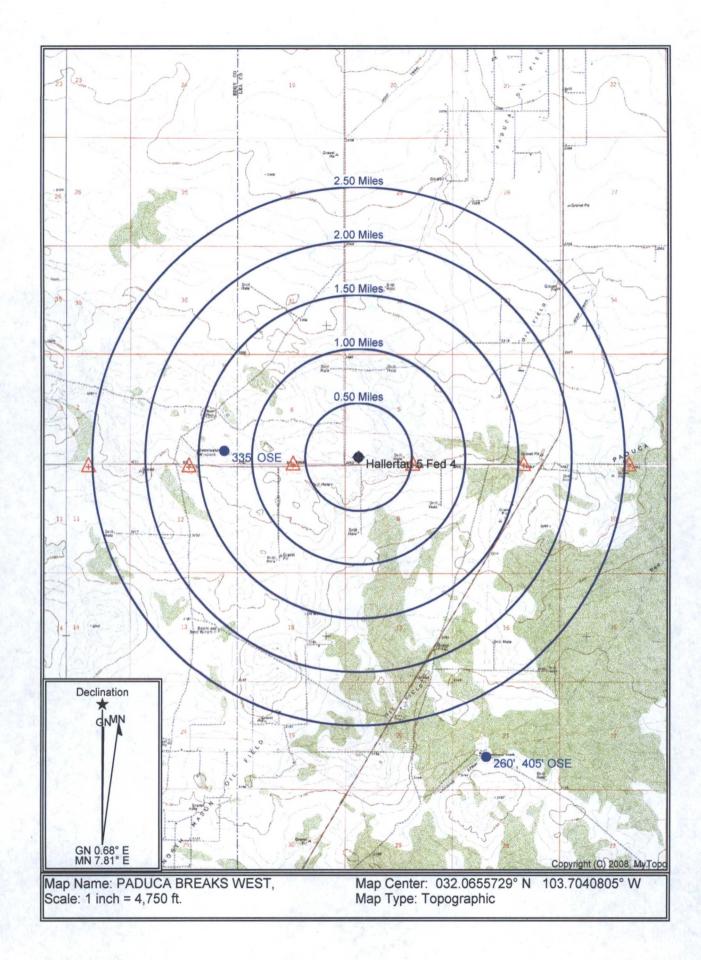
Time	Test Trench-1	Observation
0947	Surface Sample	Heavy Odor and staining (soil)
0950	1 ft.	Heavy odor with some staining (caliche w/soil)
1002	2 ft.	Slight odor with staining (caliche w/soil, hard)
1030	3 ft.	No odor or staining (caliche)
1105	4 ft.	No odor or staining (caliche)
1150	5 ft.	No odor or staining (caliche)

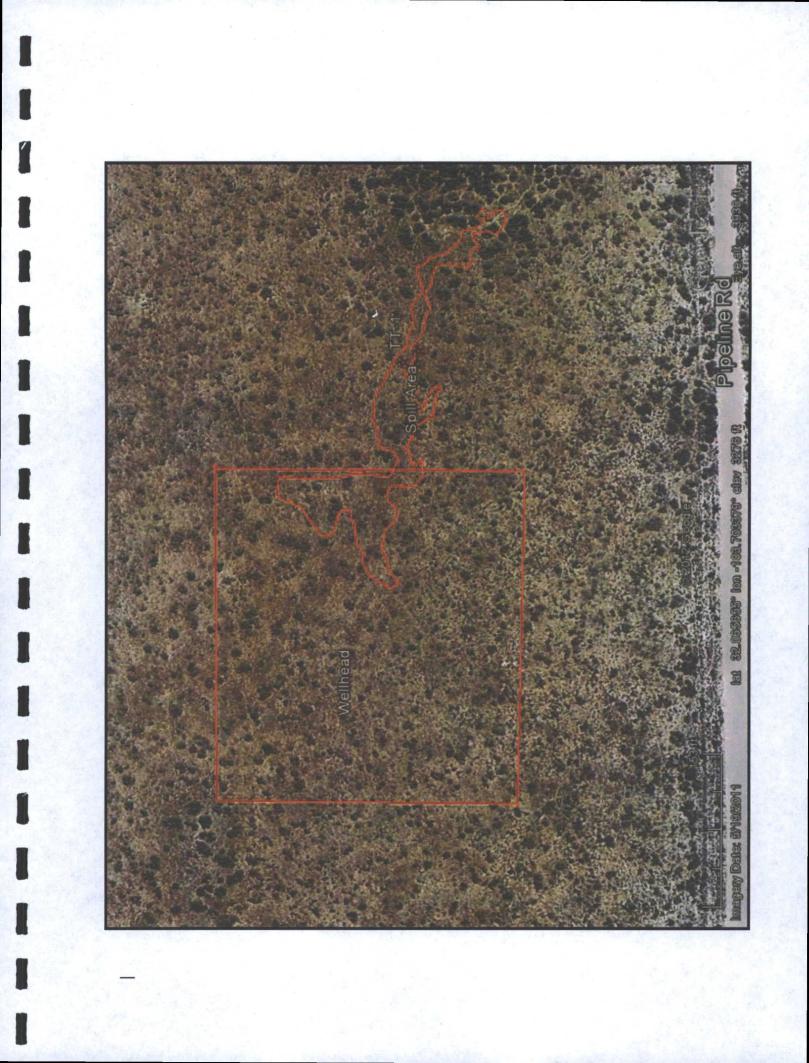
VI. Action Plan

The results of the delineation investigation indicate the vertical extent of TPH and Chloride contamination in Test Trench #1 is less than 5 ft. BGS. The depth to groundwater in the area is in excess of 300' BGS according to the New Mexico State Engineer website. Whitetail Well Testing proposes that the top 2'of soil, which is the most highly contaminated, be excavated and transported to an NMOCD approved facility for disposal. Samples will be retrieved from the sides and bottom of the excavation as documentation of the levels of contamination, if any, that are being left in place. The excavation will be backfilled with like soil, contoured to natural grade and reseeded with the seed mix required by the BLM.

VII. Figures & Appendices

Figure 1 – Vicinity Map Figure 2 – Site Plan Appendix A – Analytical Results Appendix B – Site Photographs Appendix C – C-141 Appendix D – BLM Correspondence April 12, 2012







April 04, 2012

Bob Allen Safety & Environmental Solutions 703 East Clinton Hobbs, NM 88240

RE: WWT-12-001

Enclosed are the results of analyses for samples received by the laboratory on 03/30/12 8:15.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-11-3. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celeg D. Keine

Celey D. Keene Lab Director/Quality Manager

CARDINAL

Analytical Results For:

Safety & Environmental Solutions Bob Allen 703 East Clinton Hobbs NM, 88240 Fax To: (575) 393-4388

Received:	03/30/2012	Sampling Date:	03/29/2012
Reported:	04/04/2012	Sampling Type:	Soil
Project Name:	WWT-12-001	Sampling Condition:	Cool & Intact
Project Number:	HALLERTAU 5 FED #4	Sample Received By:	Jodi Henson
Project Location:	CR #1		

Sample ID: SURFACE SAMPLE TT #1 (H200756-01)

BTEX 8021B	mg/	/kg	Analyze	d By: AP			Sec. 18	1 5	
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifie
Benzene*	<0.050	0.050	04/03/2012	ND	1.86	93.1	2.00	14.3	
Toluene*	<0.050	0.050	04/03/2012	ND	2.02	101	2.00	14.3	
Ethylbenzene*	<0.050	0.050	04/03/2012	ND	2.05	102	2.00	14.4	
Total Xylenes*	1.13	0.150	04/03/2012	ND	6.34	106	6.00	14.9	
Surrogate: 4-Bromofluorobenzene (PIL	121 9	64.4-13	4			1.5	1		24.3
Chloride, SM4500Cl-B	mg/	kg	Analyze	d By: AP			1.1.1.1.1	1	14. 19
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	58400	16.0	03/30/2012	ND	416	104	400	0.00	
TPH 8015M	mg/	kg	Analyze	d By: MS	11-		1. S.		
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	70.9	50.0	04/02/2012	ND	183	91.7	200	6.89	
DRO >C10-C28	10000	50.0	04/02/2012	ND	178	88.8	200	8.58	
EXT DRO >C28-C35	1690	50.0	04/02/2012	ND					

Surrogate: 1-Chlorooctadecane 121 % 57.6-158

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whistoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager

· · · · · ·

CARDINAL Laboratories

Analytical Results For:

Safety & Environmental Solutions Bob Allen 703 East Clinton Hobbs NM, 88240 Fax To: (575) 393-4388

Received:	03/30/2012	Sampling Date:	03/29/2012
Reported:	04/04/2012	Sampling Type:	Soil
Project Name:	WWT-12-001	Sampling Condition:	Cool & Intact
Project Number:	HALLERTAU 5 FED #4	Sample Received By:	Jodi Henson
Project Location:	CR #1		

Sample ID: TT #1 1' (H200756-02)

BTEX 8021B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifie
Benzene*	< 0.050	0.050	04/03/2012	ND	1.86	93.1	2.00	14.3	
Toluene*	2.34	0.050	04/03/2012	ND	2.02	101	2.00	14.3	
Ethylbenzene*	1.69	0.050	04/03/2012	ND	2.05	102	2.00	14.4	
Total Xylenes*	15.3	0.150	04/03/2012	ND	6.34	106	6.00	14.9	
Surrogate: 4-Bromofluorobenzene (PIL	112	% 64.4-13	4		1				
Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: AP			12.1	the det	A. A.
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	9200	16.0	03/30/2012	ND	416	104	400	0.00	
TPH 8015M	mg	/kg	Analyze	d By: MS/			* 1 Y -	Sec. 2.	S-04
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	845	10.0	03/30/2012	ND	183	91.7	200	6.89	
DR0 >C10-C28	4360	10.0	03/30/2012	ND	178	88.8	200	8.58	
EXT DRO >C28-C35	592	10.0	03/30/2012	ND					
Surrogate: 1-Chlorooctane	172	% 55.5-15	4				A. Sala		19 M
Surrogate: 1-Chlorooctadecane	122	% 57.6-15	8						

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed valved unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidential damages, including, those for profits incurred by client, its sublicities or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celez D. Keine

Celey D. Keene, Lab Director/Quality Manager

CARDINAL

Analytical Results For:

Safety & Environmental Solutions Bob Allen 703 East Clinton Hobbs NM, 88240 Fax To: (575) 393-4388

Received:	03/30/2012	Sampling Date:	03/29/2012
Reported:	04/04/2012	Sampling Type:	Soil
Project Name:	WWT-12-001	Sampling Condition:	Cool & Intact
Project Number:	HALLERTAU 5 FED #4	Sample Received By:	Jodi Henson
Project Location:	CR #1		

Sample ID: TT #1 2' (H200756-03)

BTEX 8021B	mg	/kg	Analyze	d By: AP			and the second		
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	<0.050	0.050	04/03/2012	ND	1.86	93.1	2.00	14.3	
Toluene*	<0.050	0.050	04/03/2012	ND	2.02	101	2.00	14.3	
Ethylbenzene*	<0.050	0.050	04/03/2012	ND	2.05	102	2.00	14.4	
Total Xylenes*	0.188	0.150	04/03/2012	ND	6.34	106	6.00	14.9	
Surrogate: 4-Bromofluorobenzene (PIL	112	% 64.4-13	4	Sec.				Sec. 1	
Chloride, SM4500Cl-B	mg,	/kg	Analyze	d By: AP	10	C. Yes	You Ya	Service -	1-1 A/
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	2280	16.0	03/30/2012	ND	400	100	400	3.92	2
TPH 8015M	mg,	/kg	Analyze	d By: MS/	20	1. 1. 1.			1000
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GR0 C6-C10	23.2	10.0	03/30/2012	ND	183	91.7	200	6.89	
DR0 >C10-C28	382	10.0	03/30/2012	ND	178	88.8	200	8.58	
EXT DRO >C28-C35	57.1	10.0	03/30/2012	ND					

Surrogate: 1-Chlorooctadecane

110 %

57.6-158

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed walved unless made in writing and received by Cardinal within thinty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claims based upon any of the above stated reasons or otherwise. Results relate only to the sample identified above. This report shall not be reprodued except in full with written approval of Cardinal Laboratories.

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager

CARDINAL

Analytical Results For:

Safety & Environmental Solutions Bob Allen 703 East Clinton Hobbs NM, 88240 Fax To: (575) 393-4388

2
act
on

Sample ID: TT #1 3' (H200756-04)

BTEX 8021B	mg/	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifie
Benzene*	<0.050	0.050	04/03/2012	ND	1.86	93.1	2.00	14.3	
Toluene*	<0.050	0.050	04/03/2012	ND	2.02	101	2.00	14.3	
Ethylbenzene*	<0.050	0.050	04/03/2012	ND	2.05	102	2.00	14.4	
Total Xylenes*	<0.150	0.150	04/03/2012	ND	6.34	106	6.00	14.9	
Surrogate: 4-Bromofluorobenzene (PIL	102 5	% 64.4-13	4						
Chloride, SM4500Cl-B	mg/	/kg	Analyze	d By: AP					187
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifie
Chloride	1630	16.0	03/30/2012	ND	400	100	400	3.92	
TPH 8015M	mg/	kg	Analyze	d By: MS/	0		1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1		
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifie
GRO C6-C10	<10.0	10.0	03/30/2012	ND	183	91.7	200	6.89	
DRO >C10-C28	<10.0	10.0	03/30/2012	ND	178	88.8	200	8.58	
EXT DRO >C28-C35	<10.0	10.0	03/30/2012	ND					
Surrogate: 1-Chlorooctane	130 9	55.5-15	4				1		194
Surrogate: 1-Chlorooctadecane	128 9	57.6-15	8						

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Lability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed walved unless made in writing and received by Cardinal within thint thinty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidential or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claims based upon any of the above stated reasons or otherwise.

Celeg D. Kune

Celey D. Keene, Lab Director/Quality Manager

Laboratories

Analytical Results For:

Safety & Environmental Solutions Bob Allen 703 East Clinton Hobbs NM, 88240 Fax To: (575) 393-4388

Received:	03/30/2012	Sampling Date:	03/29/2012
Reported:	04/04/2012	Sampling Type:	Soil
Project Name:	WWT-12-001	Sampling Condition:	Cool & Intact
Project Number:	HALLERTAU 5 FED #4	Sample Received By:	Jodi Henson
Project Location:	CR #1		

Sample ID: TT #1 4' (H200756-05)

BTEX 8021B	mg/	/kg	Analyze	d By: AP	Ser.	1.	AN AND	1.3	1. 1. 1.
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	<0.050	0.050	04/03/2012	ND	1.86	93.1	2.00	14.3	
Toluene*	<0.050	0.050	04/03/2012	ND	2.02	101	2.00	14.3	
Ethylbenzene*	<0.050	0.050	04/03/2012	ND	2.05	102	2.00	14.4	
Total Xylenes*	<0.150	0.150	04/03/2012	ND	6.34	106	6.00	14.9	
Surrogate: 4-Bromofluorobenzene (PIL	104	64.4-13	4	1. 1. 2	1	10	N.		100 - 14
Chloride, SM4500Cl-B	mg/	kg	Analyze	d By: AP		17.47	A Star		I mail
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	1010	16.0	03/30/2012	ND	400	100	400	3.92	
TPH 8015M	mg/	kg	Analyze	d By: MS/			and the state	2-12-11	
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	03/30/2012	ND	183	91.7	200	6.89	
DRO >C10-C28	<10.0	10.0	03/30/2012	ND	178	88.8	200	8.58	
EXT DRO >C28-C35	<10.0	10.0	03/30/2012	ND					
Surrogate: 1-Chlorooctane	130 9	55.5-15-	4	1.84.4	1- 1-				10- 11
Surrogate: 1-Chlorooctadecane	130 9	57.6-15	8						

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages, Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of uses of loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claims is based upon any of the above stated reasons or otherwise. Results relate on the sample identified above. This report shall not be reproduced except in full with writter approval of Cardinal Laboratories.

Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager

"

CARDINAL

Analytical Results For:

Safety & Environmental Solutions Bob Allen 703 East Clinton Hobbs NM, 88240 Fax To: (575) 393-4388

Received:	03/30/2012	Sampling Date:	03/29/2012
Reported:	04/04/2012	Sampling Type:	Soil
Project Name:	WWT-12-001	Sampling Condition:	Cool & Intact
Project Number:	HALLERTAU 5 FED #4	Sample Received By:	Jodi Henson
Project Location:	CR #1		

Sample ID: TT #1 5' (H200756-06)

BTEX 8021B	mg/	kg	Analyze	d By: AP			-1	2	1972
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifie
Benzene*	<0.050	0.050	04/03/2012	ND	1.86	93.1	2.00	14.3	
Toluene*	<0.050	0.050	04/03/2012	ND	2.02	101	2.00	14.3	
Ethylbenzene*	<0.050	0.050	04/03/2012	ND	2.05	102	2.00	14.4	
Total Xylenes*	<0.150	0.150	04/03/2012	ND	6.34	106	6.00	14.9	
Surrogate: 4-Bromofluorobenzene (PIL	103 %	64.4-13	4		i.			and a	No. of St.
Chloride, SM4500Cl-B	mg/	kg	Analyze	d By: AP			Sec. and	1.4	den al
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	16.0	16.0	03/30/2012	ND	400	100	400	3.92	
TPH 8015M	mg/	kg	Analyze	d By: MS/			Street Star	19.14	· 47 (1)
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	03/30/2012	ND	176	87.9	200	13.0	
DRO >C10-C28	<10.0	10.0	03/30/2012	ND	180	89.8	200	7.06	
EXT DRO >C28-C35	<10.0	10.0	03/30/2012	ND					
Surrogate: 1-Chlorooctane	111 9	6 55.5-15	4			-	1.4.5	1.1	1283
Surrogate: 1-Chlorooctadecane	114 %	57.6-15	8						

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidential or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager

The State States

CARDINAL

S-04 ND RPD **

PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Notes and Definitions

The surrogate recovery for this sample is outside of established control limits due to a sample matrix effect.
Analyte NOT DETECTED at or above the reporting limit
Relative Percent Difference
Samples not received at proper temperature of 6°C or below.
Insufficient time to reach temperature.
Chloride by SM4500CI-B does not require samples be received at or below 6°C

Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any daim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thinty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidential or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager

ARDINAL LABOR 101 East Marland, Ho

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

2 M	101 East Marland, Hobbs, NM 88240 (605) 393-2326 Fax (505) 393-2476	Hobbs, NM 8824(ax (505) 393-24	76															Page		of /		
Company Name:	Safety & Environmental Sol	ronmental S		ons	utions, Inc.		調整調	8	BILLTO	國家		Same				ANALYSIS	(SIS)	REQUEST	EST			
Project Manager:	Bob Allen					4.1	P.O. #:									-	-					
Address:	703 East Clinton	ton	Ś				Company:	any:	Same	9			1									
city:	Hobbs	State; NM 2	Zip: 8	88240	0		Attn:												-			
Phone #:	575-397-0510	Fax #: 575-39	393-	3-4388			Address	:80				2										
Project #: NU	UT 12-001	Project Owner: U	3	Inite tail	ail		City:								4		_					
Project Name: HAIlectou	Allertow 5	Feb #4					State:		Zip:					5								
Project Location:	CE #1						Phone	#:				2		510								
Sampler Name:	Servio Ce	いっちょう				*9	Fax #:			64 N		3/		Эç								
FOR LVB USE ONLY					MATRIX	XI	PR	PRESERV		SAMPLING				3								
			Station of the local division of the local d								×.,	101	XE	H								
Lab I.D.	Sample I.D.		And in case of the local division of the loc			Э						9.	TA	4								
420075/			BAR(2)	NUORE	TIOS	פרחםפו	ACID/6/	CE / CC	DATE		TIME)		L								
1	Surface Sa	andle +++	-	1.	7			-	N	1 mil	1470	1	1	1								
9			10	-	7			2	1	-	0150	1	>	7								
3	++++ 1 2'	X	-		7			1	-	3	2001	Y	1	7								
4	++# 1 31	~	5	-	2	-	-	1	1	-	1030	7	Y	7			-	_	-		Contraction of the local data	and the second second second
S	+++ 1 41		5		5	-		1		-	105	1	7	1		-		-		-		
0	++++ 1 21		5		5			2	1		20	7	2	7		-			-			
PLEABE POTE: LIGUELY WIN analyses, All dalmis includin service. In no eveni shall Ce	PLEAGE IDTEL: Leugity and Duinginst. Cardina's lakey and clants archiotor entropy for any claim adsing whether based in conferent or for, and be finited to the amount platby file claim for the analyses. All claims including those for inspliquence and any other equids whether or strain diverting and recorded by Cardinal within 30 days after completion of the area. In my devinitional controls to a bable for inclumed or consequential diamopol, activity shired terindet because shore because and the area. In my devinitional controls to a bable for inclumed or consequential diamopol, activity shired terindet because of the claim. The subject area of a strain of the area.	utt's exclusive reineur for en ceude whetenever shelt ha de quentel demogos, including a	clairti anisi ermed waiv Alhout Briniti	0 whethe od unless tion, busi	r based in made lin w iess before	contract o riling and uptions, to	tort, stini eccled b is of use,	be finite Cardina r loss of	ariskog whether beised in Gentineri er tort, ariski be finited to the armount pink by the differt for the weived unless much in weiling and received by Cardinal within 30 doiya altert completion of the applicable finiteditory business hetmorphones, toos of use, or loss of profits hearing by blink. The subsidiaries,	il piald by the a alter com	te client for pletion of fi fis subsidia	the he applicat fles,	ola			Terms 30 days and all	and Condition a spast due a costs of col	Terms and Conditions! Interactive Section of an interaction in one of the 30 days part due at the take of 24% per environ Term Are angula date of Invice. and all costs of collections, heluding attornely's fees.	it will be chie 19% per enn Jding altorne	iged on ell e um from fre y's fres.	accounts are	ore then te of lovoice
Sampler Relindu	Sampler Relinduished: Date: Relinduished: Relinduished:	Date:	Receiv	/jed B	Theuler su	CII CIAINI IS	dn pased	IN MUN OF	Received By:	14 IH	Phone Result:	sult:	1 Yes		ON LI	Add'I Phone #:	10ne #:					
		Time:								RI	MARIC	3	L IE	1		Aug La	X #:					
Relinuuished By		SI'Small	Received By:	Ped B		R	CM	2	Jan	1 1												
Delivered By:	(Circle One)		Tetho.	Sa	mple C	Sample Condition	=	CHEC	CHECKED BY:	Т												
Sampler - UPS	Sampler - UPS - Bus - Other:		29		Ves No	TYPES TYPES		0	H.													
								-														

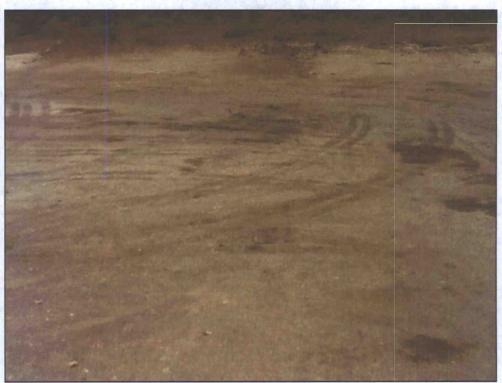
 \dagger Cardinal cannot accept verbal changes. Please fax written changes to 575-383-2476. H26 Site Photographs March 29, 2012

ľ

h



Injection well facing north



North end of location pad



Í





South end of location pad



ľ

.

ľ

West end of location pad



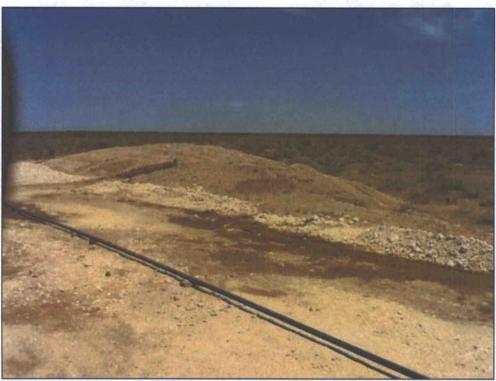
Spill area facing east



Spill area facing northeast



Staining east of location pad facing northeast



Staining east of location pad facing northeast



Staining near injection well facing northwest



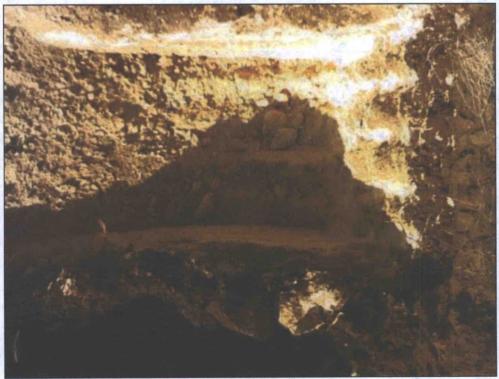
Test Trench #1-Surface



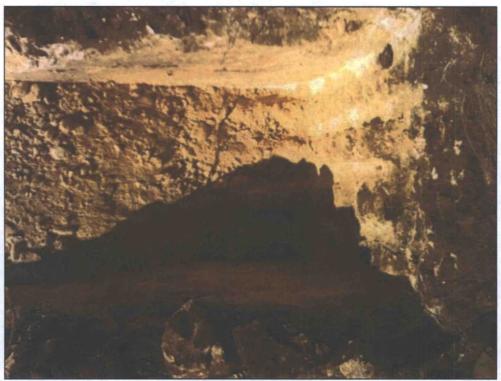
Test trench #1-1'



Test trench #1-2'



Test trench #1-3'



Test trench #1-4'



Test trench #1-5'

Susana Rodriguez

From: Sent: To: Subject: Sergio Contreras Thursday, April 19, 2012 9:29 AM Bob Allen; Susana Rodriguez Fwd: Undesirable Event: NU12093TG, Hallertau 5 Federal 4, Spill Report Due Date: 3/15/2012

Sent from my iPhone

Begin forwarded message:

From: John Osborne <<u>JOsborne@cimarex.com</u>> Date: April 19, 2012 8:47:33 AM MDT To: "<u>scontreras@sesi-nm.com</u>" <<u>scontreras@sesi-nm.com</u>> Subject: FW: Undesirable Event: NU12093TG, Hallertau 5 Federal 4, Spill Report Due Date: 3/15/2012

From: Eddie Herchman Sent: Monday, April 16, 2012 8:19 AM To: John Osborne Subject: Fw: Undesirable Event: NU12093TG, Hallertau 5 Federal 4, Spill Report Due Date: 3/15/2012

From: Gregston, Terry G [mailto:tgregsto@blm.gov]
Sent: Thursday, April 12, 2012 05:27 PM
To: Eddie Herchman
Subject: RE: Undesirable Event: NU12093TG, Hallertau 5 Federal 4, Spill Report Due Date: 3/15/2012

Mr. Herschman,

Apparently, this was an unreported spill found on the location by Justin Frye, EPS BLM. His inspection notes are as follows:

3/1/12 - Conducted an on-site visit to inspect the spill that was reported at this location. There is heavy staining on the pad to the east of the wellhead, and even a small amount of standing fluid. However, there is not indicative evidence that the fluid necessarily came from the wellhead itself. It appears to start approximately 50' east of the wellhead. The fluid/staining appeared to have flowed east from this point to the eastern edge of the pad. Along the eastern pad edge it flowed both north and south. The topsoil for this location is stockpiled along the outside of the eastern edge in the northeast corner. There is an area where a small excavation has been taken out of this stockpile, which is also very close to where the contaminants appeared to have flowed. The fluid also breached the pad edge and flowed east/southeast into the pasture. The excavated material may have been used to build a berm where the contaminants flowed, to prevent more fluid from leaving the pad. The portion of the spill off the pad flowed mostly in a single "finger" towards a low area with abundant mesquite. It didn't appear to go into the middle of the low area, but looks like it ended in the southwest corner. The middle of the flow lack the dark staining, but have obvious crystals and evidence of chlorides at the surface. The flow ran

approximately 294' off of the edge of the pad, and was approximately 55' to 60' wide in the widest area. There are a few tracks from heavy equipment crossing over the spill path and some standing fluids in the track depressions. The spill area was GPSed with a slight buffer (2' to 4') because the outer fringes of the flow were difficult to determine. Justin Frye.

I have attached a spill map for your reference. All of this spill event falls within previously surveyed archeology space; there are no known archeological issues. The operator has archeological clearance to delineate and mitigate the undesirable event.

If you have any further questions, feel free to give me a call...

Thank you for your assistance with these matters,

Terry Gregston

Environmental Protection Specialist Bureau of Land Management 620 E. Greene St. Carlsbad, NM 88220 Office (575) 234-5958 Cell (575) 361-2635 Fax (575) 234-5927

Confidentiality Warning: This message along with any attachments are intended only for use of the individual or entity to which it is addressed and may contain information that is privileged or confidential and exempt from disclosure under applicable law. If the reader of this message is not the intended recipient or the employee or agent responsible for delivering this message to the intended recipient, you are hereby notified that any dissemination, distribution, or copying of this communication is strictly prohibited. If you have received this communication in error, please notify the sender immediately.

From: Gregston, Terry G Sent: Thursday, April 12, 2012 5:02 PM To; '<u>EHerchman@cimarex.com</u>' Subject: Undesirable Event: NU12093TG, Hallertau 5 Federal 4, Spill Report Due Date: 3/15/2012

Mr. Herschman,

This notification is in regard to the following location and undesirable event:

Event Number: NU12093TG Event Date: 2/29/2012 Event Name: Hallertau 5 Federal 4 Legals: T265/R32E, sec. 5, SWSW

NTL-3A requires that a written report be submitted within 15 days of the event date. The written report for the above location was due on 3/15/2012. Failure to submit the report by that date will result in the issuance of an Incidence of Noncompliance (INC).

The spill report for this event is now past due. Please submit a spill report as soon as possible.

Thank you for your attention to this matter,

Terry Gregston

Environmental Protection Specialist Bureau of Land Management 620 E. Greene St. Carlsbad, NM 88220 Office (575) 234-5958 Cell (575) 361-2635 Fax (575) 234-5927

Confidentiality Warning: This message along with any attachments are intended only for use of the individual or entity to which it is addressed and may contain information that is privileged or confidential and exempt from disclosure under applicable law. If the reader of this message is not the intended recipient or the employee or agent responsible for delivering this message to the intended recipient, you are hereby notified that any dissemination, distribution, or copying of this communication is strictly prohibited. If you have received this communication in error, please notify the sender immediately.