



CLOSURE PROPOSAL

WILL 7A FEE #1 DRILLING PIT

REF: 160025

UL-A (NE¼ OF THE NE¼) OF SECTION 7, T23S, R28E

~9.0 MILES SOUTHEAST OF CARLSBAD

EDDY COUNTY, NEW MEXICO

LATITUDE: N 32° 19' 30.76"

LONGITUDE: W 104° 07' 16.97"

NOVEMBER 2005

PREPARED BY:

RECEIVED

NOV 15 2005

COBARTSON

Environmental Plus, Inc.

2100 Avenue O

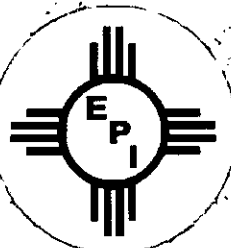
P.O. Box 1558

Eunice, NM 88231

Phone: (505)394-3481

FAX: (505)394-2601

iolness@envplus.net



Distribution List

Name	Title	Company or Agency	Mailing Address	e-mail
Mike Bratcher	Environmental Engineer	NMOCD	1301 West Grand Avenue Artesia, NM 88210	mbratcher@state.nm.us
Bradley Blevins	Field Supervisor	Chesapeake Energy	5014 Carlspad Highway Hobbs, NM 88240	bblevins@chkenenergy.com
Jace Marshall	Safety and Environmental Representative	Chesapeake Energy	6100 N. Western Ave Oklahoma, OK 73118	jmarshall2@chkenenergy.com
Curtis Blake	Superintendent	Chesapeake Energy	5014 Carlspad Highway Hobbs, NM 88240	cblake@chkenenergy.com
John Brantley	Landowner	--	--	--
File	--	EPI	P. O. Box 1558 Eunice, NM 88231	iohness@hotmail.com

NMOCD - New Mexico Oil Conservation Division
EPI - Environmental Plus, Inc.

Standard of Care

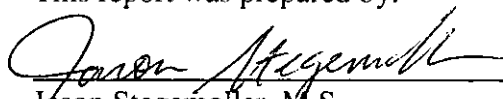
Closure Report

Will 7A Fee #1

Ref: 160025

The information provided in this report was collected consistent with the New Mexico Oil Conservation Division (NMOCD) Guidelines for Remediation of Leaks, Spills and Releases (August 13, 1993), the NMOCD Unlined Surface Impoundment Closure Guidelines (February 1993), and the Environmental Plus, Inc. (EPI) Standard Operating Procedures and Quality Assurance/Quality Control Plan. The conclusions are based on field observations and laboratory analytical reports as presented in the report. Recommendations follow NMOCD guidance and represent the professional opinions of EPI staff. These opinions were arrived at with currently accepted geologic, hydrogeologic and engineering practices at this time and location. The report was prepared or reviewed by a certified or registered EPI professional with a background in engineering, environmental, and/or the natural sciences.

This report was prepared by:




Jason Stegemoller, M.S.
Environmental Scientist

November 11, 2005

Date

This report was reviewed by:



Iain A. Olness, P.G.
Hydrogeologist

11 November 2005

Date

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Project Summary

Site Specific:

- ◆ **Company Name:** Chesapeake Operating, Inc.
- ◆ **Facility Name:** Will 7A Fee #1
- ◆ **Project Reference** 160025
- ◆ **Company Contacts:** Bradley Blevins
- ◆ **Site Location:** WGS84 N32° 19' 30.76"; W104° 07' 16.97"
- ◆ **Legal Description:** Unit Letter A, (NE¼ of the NE¼), Section 7, T23S, R28E
- ◆ **General Description:** approximately 9.0-miles southeast of Carlsbad, New Mexico
- ◆ **Elevation:** 3,041-ft amsl **Depth to Ground Water:** <50-ft
- ◆ **Land Ownership:** John Brantley
- ◆ **EPI Personnel:** Project Consultant – Iain Olness
 Site Foreman – Felix Hernandez

Release Specific:

- ◆ **Product Released:** Not Applicable - Drilling Pit Closure
- ◆ **Volume Released:** Not Applicable **Volume Recovered:** Not Applicable
- ◆ **Time of Occurrence:** **Time of Discovery:**
- ◆ **Release Source:**
- ◆ **Initial Surface Area Affected:** ≈22,800 square foot pit

Remediation Specific:

- ◆ **Final Vertical extent of contamination:** hydrocarbon contamination removed from pit; chloride residuals >400 mg/Kg exist to a depth of 20-ft bgs; groundwater encountered at 17-ft bgs; Remaining depth to ground water: <50-ft (i.e., 0-ft)
- ◆ **Water wells within 1,000-ft:** 4 **Surface water bodies within 1,000-ft:** 0
- ◆ **NMOCD Site Ranking Index:** 40 points (<50-ft to top of water table and <1,000-ft to water source)
- ◆ **Remedial goals for Soil:** TPH – 100 mg/kg; BTEX – 50 mg/kg; Benzene – 10 mg/kg; Chloride and Sulfate residuals may not be capable of impacting groundwater above NMWQCC groundwater standards of 250 mg/kg, and 600 mg/kg, respectively.
- ◆ **RCRA Waste Classification:** Exempt
- ◆ **Remediation Option Selected:** a) Remove all contents from pit and dispose of at CRI plus a minimum of six inches of soil from beneath the liner; b) laboratory analyses to confirm removal of soil impacted above NMOCD remedial thresholds and NMWQCC groundwater standards in sidewalls; c) installation of impermeable clay, PVC or equivalent liner; d) backfill excavation with clean soil
- ◆ **Disposal Facility:** Controlled Recovery, Inc.-Hobbs, New Mexico
- ◆ **Volume disposed of:** 3,900-yd³
- ◆ **Project Completion Date:**
- ◆ **Additional Commentary:** None

1.0 Introduction & Background

On August 19, 2005, Chesapeake Operating, Inc. retained Environmental Plus, Inc. (EPI) to perform site delineation, remediation and closure of the Will 7A Fee #1 drilling pit. This site is located approximately 9.0 miles southeast of Carlsbad, Eddy County, New Mexico (reference *Figure 1*). EPI performed GPS surveying, photography and characterization of the site on August 19, 2005. Form C-103 was submitted to the New Mexico Oil Conservation Division (NMOCD) on August 31, 2005 documenting the site and proposed operations. The drilling pit entailed an area of approximately 22,800 square feet (ft²) to a depth of 8-feet below ground surface (bgs) (reference *Figure 3*).

From September 29 to October 14, 2005, EPI personnel excavated and transported approximately 3,900 cubic yards (yd³) of material from the drill pit to Controlled Recovery, Inc. (CRI) of Hobbs, New Mexico for disposal. On October 5, 2005 grab samples were collected from the south and west walls and the pit floor and analyzed in the field for the presence of organic vapors utilizing an MiniRae photoionization detector (PID) equipped with a 9.8 electron-volt (eV) lamp and chloride concentrations utilizing a LaMotte Chloride Test Kit. Field analyses indicated organic vapor concentrations ranged from 23.1 to 25.5 parts per million (ppm) and chloride concentrations ranged from 400 to 2,400 mg/Kg.

On October 12, 2005, grab type soil samples were collected from the pit floor. A portion of each sample was placed in a laboratory provided container and set on ice for transport to Cardinal Laboratories of Hobbs, New Mexico laboratory for quantification of benzene, toluene, ethylbenzene and total xylenes (BTEX constituents), total petroleum hydrocarbon (TPH) and chloride concentrations. The remaining portion of each sample was analyzed in the field for the presence of organic vapor utilizing a PID and chloride concentrations utilizing a LaMotte Chloride Test Kit. Field analytical results indicated organic vapor concentrations ranged from 0.0 to 10.5 parts per million (ppm) and chloride concentrations ranged from 480 to 13,640 mg/Kg.

On October 14, 2005, grab type soil samples were collected from the pit sidewalls. A portion of each sample was placed in a laboratory provided container and set on ice for transport to Cardinal Laboratories of Hobbs, New Mexico for quantification of chloride, TPH and BTEX constituent concentrations. The remaining portion of each sample was analyzed in the field for the presence of organic vapor utilizing a PID and chloride concentrations utilizing LaMotte Chloride Test Kit. Field analytical results indicated organic vapor concentrations ranged from 0.1 to 24.7 parts per million (ppm) and chloride concentrations ranged from 200 to 6,000 mg/Kg.

Laboratory analytical results for the soil samples collected on October 12 and 14 indicated all hydrocarbon contaminant concentrations were less than the NMOCD remedial thresholds. Reported chloride concentrations in the pit floor ranged from 512 to 15,900 mg/Kg.

On October 20, 2005, two soil borings (BH-1 and BH-2) were advanced to approximately 20-feet bgs. Soil samples were collected from the soil borings at intervals of 10, 15 and 20-feet bgs. A portion of each sample, upon collection, was placed in a laboratory provided container and set on ice for transport to Environmental Lab of Texas. All soil samples were analyzed for chloride concentrations, additionally samples collected from BH-1 at 10-feet bgs and BH-2 at 10 and 20-feet bgs were analyzed for TPH and BTEX constituent concentrations.

Laboratory analytical results for the samples collected from soil borings BH-1 and BH-2 indicated hydrocarbon concentrations were non-detectable at or above laboratory method detection limits (MDL). Reported chloride concentrations ranged from 455 to 3,120 mg/Kg.

This release site is located in Unit Letter A, (NE¼ of the NE¼), Section 7, T23S, R28E, N32° 19' 30.76" and W104° 07' 16.97". The site is approximately 9-miles southeast of Carlsbad, New Mexico on property owned by Mr. John Brantley (reference *Figures 1 through 3*).

2.0 Site Description

2.1 Geological Description

The New Mexico Bureau of Mines and Mineral Resources Ground-Water Report 3, "Geology and Ground-Water Resources of Eddy County, New Mexico," G.E. Hendrickson and R.S. Jones, 1952, describes the near surface geology near the release site as "Quaternary deposits" composed of older "Quartzose conglomerate that ranges in thickness from a feather edge to more than 300 feet and consists of clay, silt, sand, gravel and conglomerate."

2.2 Ecological Description

The area is typical of the Upper Chihuahuan Desert Biome consisting primarily of sandy soil covered with short semi-arid grasses, interspersed with Honey Mesquite and forbs. Mammals represented, include Orrd's and Merriam's Kangaroo Rats, Deer Mouse, White Throated Wood Rat, Cottontail Rabbit, Black Tailed Jackrabbit, Mule Deer, Bobcat, Red Fox and Coyote. Reptiles, amphibians, and birds are numerous and typical of the area. A survey of Listed, Threatened, or Endangered species was not conducted.

2.3 Area Groundwater

The unconfined groundwater aquifer at this site is projected to be <50-ft bgs based on water depth data obtained from the New Mexico State Engineers Office and the United States Geological Survey data base. Groundwater was encountered at approximately 17-ft bgs during the advancement of soil borings BH-1 and BH-2 on October 20, 2005. Groundwater gradient in this area is generally to the west-southwest.

2.4 Area Water Wells

There are four water supply wells (C 01448, C 01634, C 01699 and C 02141) located within a 1,000 foot radius of the release site.

2.5 Area Surface Water Features

There are no surface water bodies within a 1,000 foot radius of the release site.

3.0 NMOCD Site Ranking

Contaminant delineation and remedial work done at this site indicate that the chemical parameters of the soil and the physical parameters of the groundwater were characterized consistent with the characterization and remediation/abatement goals and objectives set forth in the following New Mexico Oil Conservation Division (NMOCD) publications:

- ◆ **Guidelines for Remediation of Leaks, Spills and Releases (August 13, 1993);** and
- ◆ **Unlined Surface Impoundment Closure Guidelines (February 1993)**

Acceptable thresholds for contaminants/constituents of concern (CoC) were determined based on the NMOCD Ranking Criteria as follows:

- ◆ *Depth to Ground water (i.e., distance from the lower most acceptable concentration to the ground water);*
- ◆ *Wellhead Protection Area (i.e., distance from fresh water supply wells);*
- ◆ *Distance to Surface Water Body (i.e., horizontal distance to all down gradient surface water bodies).*

Based on the proximity of the site to protectable area water wells, surface water bodies, and depth to groundwater from the lower most contamination, the NMOCD ranking score for the site is 40 points with the soil remedial goals highlighted in the Site Ranking table presented below.

1. Ground Water	2. Wellhead Protection Area	3. Distance to Surface Water	
Depth to GW <50 feet: 20 points	If <1,000' from water source, or; <200' from private domestic water source: 20 points	<200 horizontal feet: 20 points	
Depth to GW 50 to 99 feet: 10 points		200-1,000 horizontal feet: 10 points	
Depth to GW >100 feet: 0 points	If >1,000' from water source, or; >200' from private domestic water source: 0 points	>1,000 horizontal feet: 0 points	
Site Rank (1+2+3) = 20 + 20 + 0 = 40 points			
Total Site Ranking Score and Acceptable Remedial Goal Concentrations			
Parameter	20 or >	10	0
Benzene ¹	10 ppm	10 ppm	10 ppm
BTEX ¹	50 ppm	50 ppm	50 ppm
TPH	100 ppm	1,000 ppm	5,000 ppm

¹ A field soil vapor headspace measurement of 100 ppm may be substituted for a laboratory analysis of the benzene and BTEX concentration limits.

4.0 Subsurface Soil Investigation

Excavation of pit contents commenced on September 29, 2005 and continued through October 14, 2005. Approximately 3,900 cubic yards of impacted drill pit materials was excavated and disposed of at Controlled Recovery, Inc. of Hobbs, New Mexico.

Soil samples were collected from the pit sidewalls and floor on October 12 and 14, 2005. A portion of each sample was placed in a laboratory provided container and submitted to an independent laboratory for analyses. The remaining portion was analyzed in the field for the presence of organic vapors utilizing a PID and chloride concentrations utilizing a La Motte Chloride Test Kit. Field analyses indicated that organic vapor concentrations ranged from 0.0 to 15.5 ppm and chloride concentrations ranged from 480 to 13,640 mg/Kg (reference *Figure 4*).

Laboratory analytical data for the samples collected from the pit sidewalls and floor indicated that TPH and BTEX constituent concentrations were non-detectable at or above laboratory method detection limits (MDL). Reported chloride concentrations in the pit sidewalls ranged from 96 to 4,000 mg/Kg. Chloride concentrations in the pit floor ranged from 512 to 15,900 mg/Kg (reference *Table 1*).

The vertical extent of contamination from the drill pit materials was determined via two soil borings (BH-1 and BH-2) to depths of 20-ft bgs on October 20, 2005. During the advancement of the soil borings, soil samples were collected at 10, 15 and 20-feet bgs. A portion of each sample was submitted for laboratory analyses. The remaining portion of each sample was analyzed in the field for organic vapor and chloride concentrations. Field analyses indicated organic vapor concentrations ranged from 2.9 to 5.0 ppm and chloride concentrations ranged from 560 to 2,560 mg/Kg (reference *Figure 5*).

Laboratory analytical from the soil sample collected from soil borings BH-1 and BH-2 indicated TPH and BTEX constituent concentrations were non-detectable at or above laboratory MDL. Reported chloride concentrations for the soil samples collected from BH-1 at 10-feet bgs were

3,120 mg/Kg, at 15-feet bgs were 939 mg/Kg and at 20-feet bgs were 1,240 mg/Kg. Chloride concentrations for the soil samples collected from BH-2 at 10-feet bgs were 719 mg/Kg, at 15-feet bgs were 463 mg/Kg and at 20-feet bgs were 455 mg/Kg (reference *Table 1*).

5.0 Groundwater Investigation

The projected depth to groundwater at this site is <50-ft bgs. Groundwater was encountered at approximately 17-feet bgs during the advancement of soil boring BH-1. Soil impacted above the NMOCD remedial thresholds for TPH and BTEX constituents has been removed from the pit and disposed of at CRI of Hobbs, New Mexico.

Confirmatory laboratory analytical results for soil samples collected from the pit floor and sidewalls indicated that TPH and BTEX constituents were non-detectable at or above laboratory MDL.

Laboratory analytical results for soil samples collected from the advancement of BH-1 and BH-2 to 20-feet bgs indicated TPH and BTEX constituents were non-detectable at or above laboratory MDL (reference *Table 1 and Appendix I*).

Laboratory analytical results for the soil samples collected from the pit sidewalls indicated chloride concentrations ranged from 96 to 4,000 mg/Kg and from the pit floor a range of 512 to 13,000 mg/Kg. Analytical data indicated chloride concentrations for soil boring BH-1 ranged from 939 to 3,120 mg/Kg and for soil boring BH-2 ranged from 455 to 719 mg/Kg (reference *Table 1 and Appendix I*).

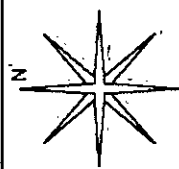
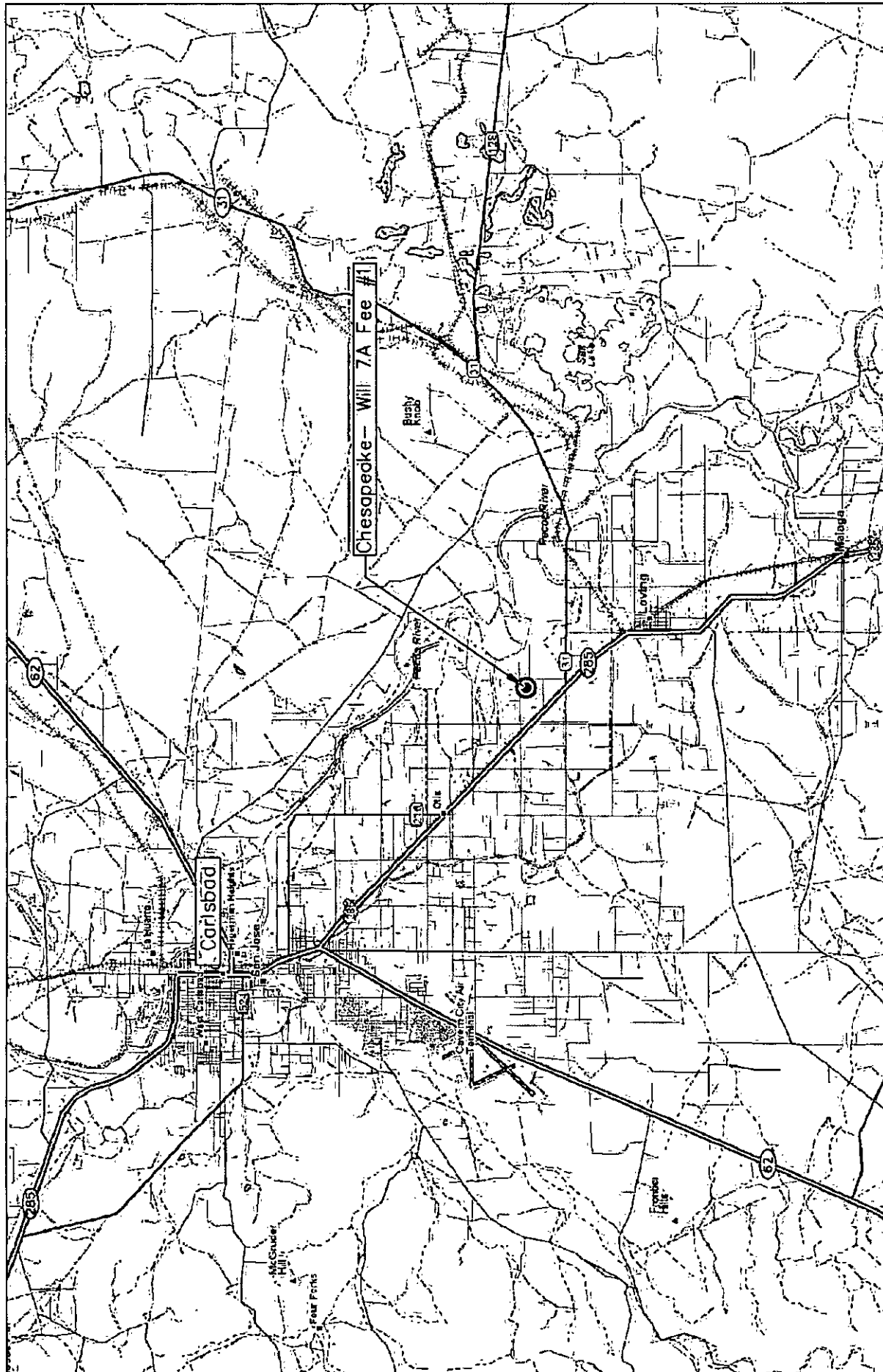
6.0 Remediation Process

Excavation of the drilling pit contents commenced on September 29, 2005 and continued through October 14, 2005. Approximately 3,900 cubic yards of excavated drill pit materials were disposed of at Controlled Recovery Inc. Laboratory analytical data indicated that hydrocarbon concentrations in the pit sidewalls, floor and subsurface to 20-feet bgs were non-detectable at or above laboratory MDL.

7.0 Closure Proposal

This report documents successful treatment of hydrocarbon impacted soil above the NMOCD remedial thresholds discussed in Section 3 above and confirmed via laboratory analyses for this release site. The impacted soil was excavated and disposed of at CRI. Additional excavation will be performed to remove chloride residuals >250 mg/Kg from the pit sidewalls. To isolate chloride residuals remaining in the soil, Chesapeake proposes the installation of an impermeable liner of compacted clay, polyvinyl chloride or equivalent placed on the pit floor. If a poly liner is utilized, the liner shall be placed on a layer of cushion material (i.e., sand) and extend past original contamination limits by three feet, then another layer of cushion material will be placed upon the liner. Upon placement of liner, the excavation will be backfilled with clean soil, graded to allow natural drainage and seeded with a blend preferred by the landowner. Remediation activities will commence upon approval of this proposal. EPI will provide the NMOCD with at least 48 hours notice prior to any final soil sampling events.

FIGURES

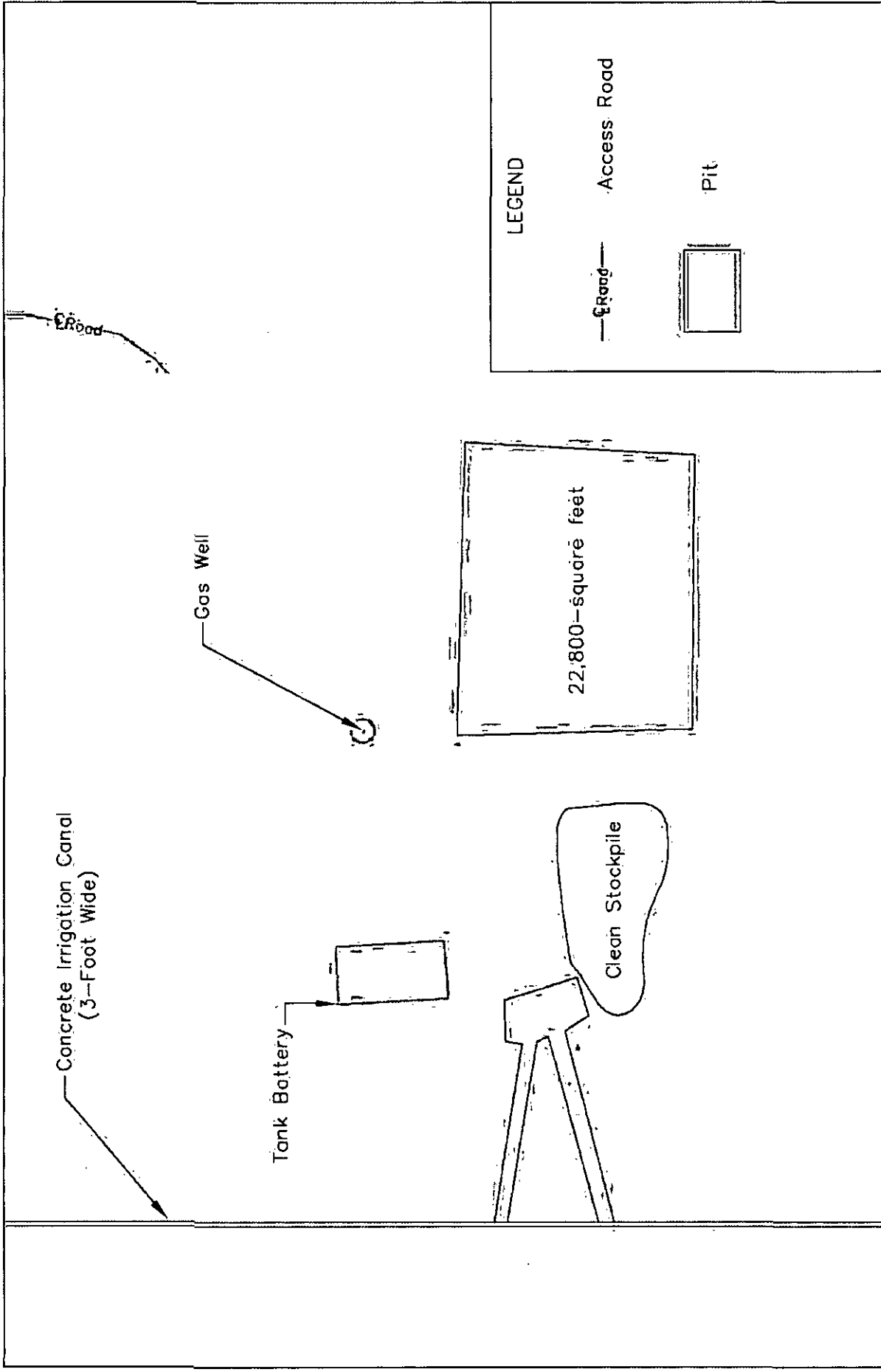


DWG By: Jason Stegemoller
August 2005

Eddy County, New Mexico
NE 1/4 of the NE 1/4, Sec. 7, T23S, R28E
N 32° 19' 30.76" W 104° 07' 16.97"
Elevation: 3,041 feet amsl

Figure 1
Area Map
Chesapeake
Will 7A Fee #1





LEGEND

Access Road

Pit

DWG By: Jason Stagemoller
August 2005

REVISED:

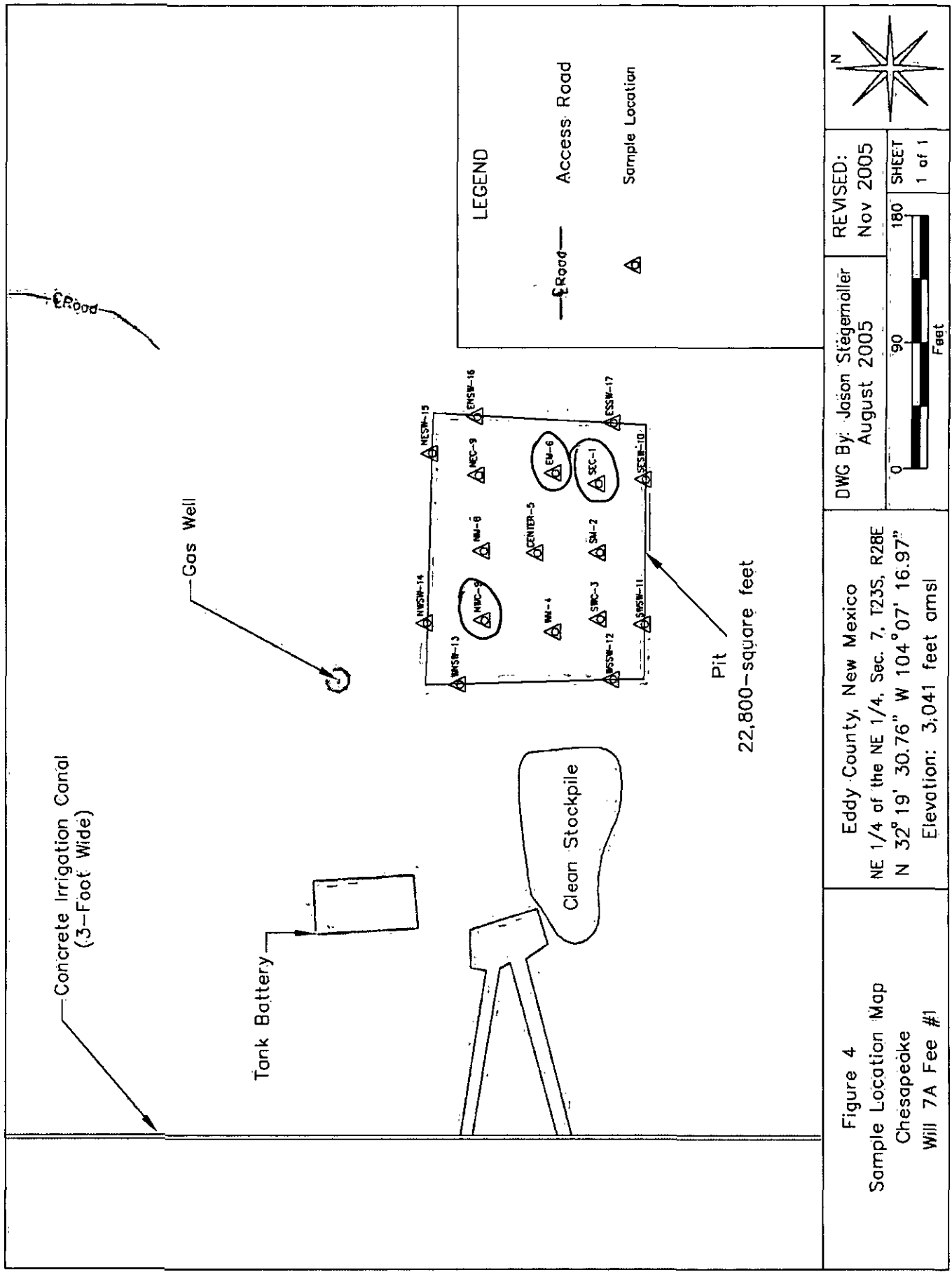
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SHEET 1 of 1

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Eddy County, New Mexico
NE 1/4 of the NE 1/4, Sec. 7, T23S, R28E
N 32° 19' 30.76" W 104° 07' 16.97"
Elevation: 3,041 feet amsl

Figure 3
Site Map
Chesapeake
Will 7A Fee #1



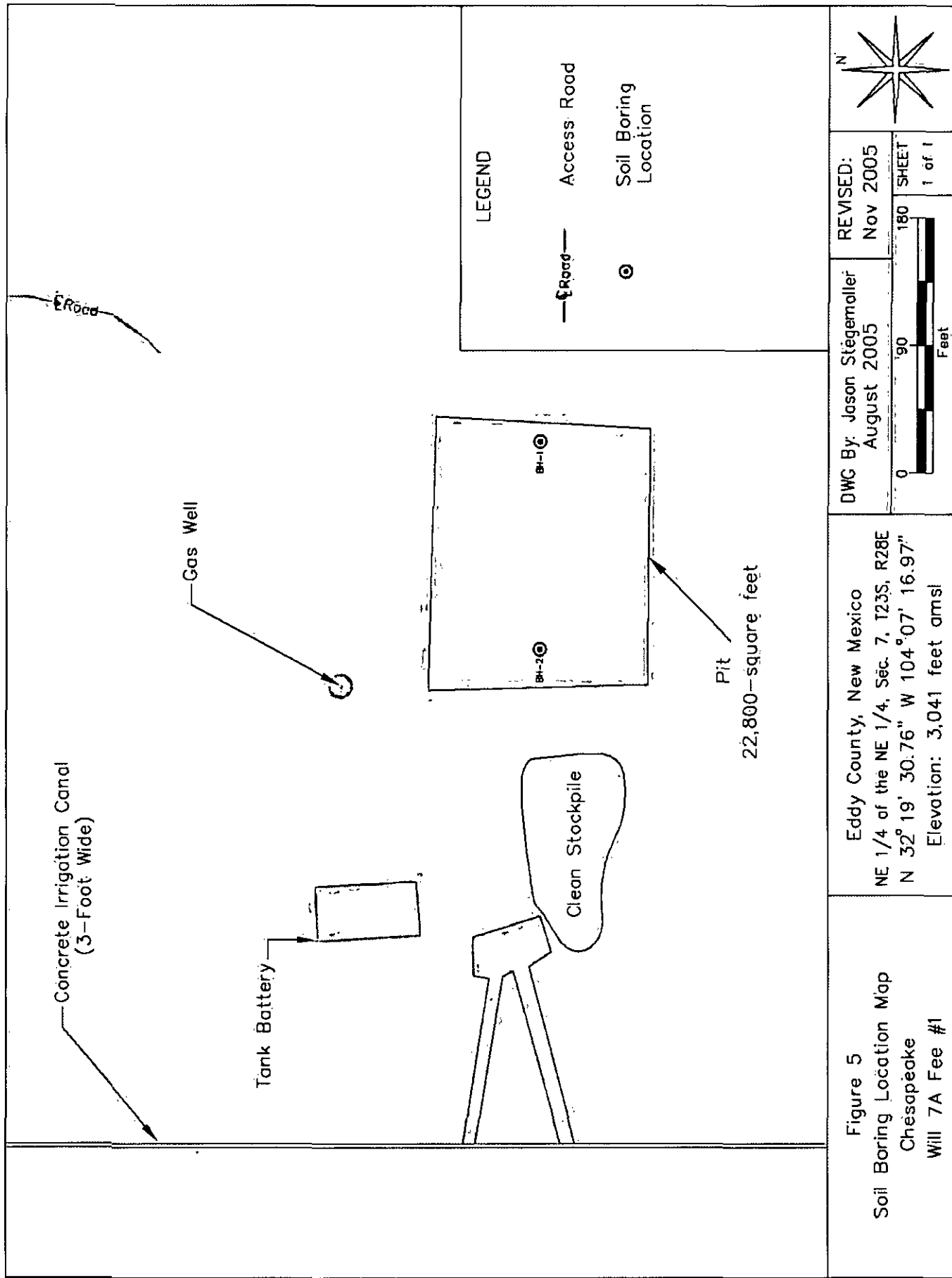


Figure 5
Soil Boring Location Map
Chesapeake
Will 7A Fee #1

Eddy County, New Mexico
NE 1/4 of the NE 1/4, Sec. 7, T23S, R28E
N 32° 19' 30.76" W 104° 07' 16.97"
Elevation: 3,041 feet amsl

DWG By: Jason Stagemoller
August 2005

REVISED:
Nov 2005

180
90
0
Feet
SHEET
1 of 1

TABLES

TABLE 1

Summary of Soil Sample Laboratory Analytical Results

Chesapeake Energy - Will 7 Fee (Ref.# 160025)

Sample Location	Sample I.D.	Depth (feet)	Soil Status	PID Field Analysis (ppm)	Field Chloride Analytes (mg/kg)	Sample Date	Benzene (mg/kg)	Toluene (mg/kg)	Ethylbenzene (mg/kg)	Total Xylenes (mg/kg)	Total BTX (mg/kg)	TPH (as gasoline) (mg/kg)	TPH (as diesel) (mg/kg)	Total TPH (mg/kg)	Chloride (mg/kg)
P i t S i d e w a l l	SFSW-10	4	In Situ	5.8	3,600	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	4,000
	SWSW-11	4	In Situ	15.5	760	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	672
	WSSW-12	4	In Situ	7.1	200	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	96
	WNSW-13	4	In Situ	15.5	6,000	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	5,730
	NWSW-14	4	In Situ	3	1,800	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	1,790
	NESW-15	4	In Situ	3.5	1,360	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	1,360
	FNSW-16	4	In Situ	0.1	1,400	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	1,839
P i t F l o o r	BSSW-17	4	In Situ	0.1	1,600	14-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	1,580
	SFC-1	8	In Situ	10.5	8,960	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	12,100
	SM-2	8	In Situ	0.0	1,280	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	6,960
	SWC-3	8	In Situ	0.0	2,720	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	3,420
	EM-6	8	In Situ	0.0	480	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	13,000
	CENTER-5	8	In Situ	0.0	5,520	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	1,710
	WM-4	8	In Situ	0.0	13,640	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	512
	NWC-9	8	In Situ	0.0	2,960	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	15,900
	NM-8	8	In Situ	0.0	5,120	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	6,480
NMOCD Remedial Thresholds				0.0	12,000	12-Oct-05	<0.005	<0.005	<0.005	<0.015	<0.10	<10.0	<10.0	<10.0	6,080
							10				50			1,000	250 ¹

Bolded values are in excess of NMOCD Remediation Thresholds

¹ Estimated concentration; analyte detected below method detection limits

* Chloride results may not be capable of impacting local groundwater above the NMOCD standards of 250 mg/l.

TABLE 2

Summary of Soil Boring Soil Sample Laboratory Analytical Results

Chesapeake Energy - Will 7 Fee (Ref.# 160025)

Sample I.D.	Depth (feet)	Soil Status	PTD Field Analysis (ppm)	Field Chloride Analyses (mg/Kg)	Sample Date	Benzene (mg/Kg)	Toluene (mg/Kg)	Ethylbenzene (mg/Kg)	Total Xylenes (mg/Kg)	Total BTEX (mg/Kg)	TPH (as gasoline) (mg/Kg)	TPH (as diesel) (mg/Kg)	Total TPH (mg/Kg)	Chloride (mg/Kg)
BH-1	10	In Situ	2.9	2,560	20-Oct-05	<0.0250	<0.0250	<0.0250	<0.0750	<0.10	<10.0	<10.0	<10.0	3,120
	15	In Situ	3.6	1,280	20-Oct-05	<0.0250	<0.0250	<0.0250	<0.0750	<0.10	<10.0	<10.0	<10.0	939
	20	In Situ	4.3	1,040	20-Oct-05	<0.0250	<0.0250	<0.0250	<0.0750	<0.10	<10.0	<10.0	<10.0	1,240
BH-2	10	In Situ	4.5	880	20-Oct-05	<0.0250	<0.0250	<0.0250	<0.0750	<0.10	<10.0	<10.0	<10.0	719
	15	In Situ	5.0	560	20-Oct-05	<0.0250	<0.0250	<0.0250	<0.0750	<0.10	<10.0	<10.0	<10.0	463
	20	In Situ	4.3	800	20-Oct-05	<0.0250	<0.0250	<0.0250	<0.0750	<0.10	<10.0	<10.0	<10.0	455
NMOCD Remedial Thresholds														
										50			1,000	250 ²

Bolted values are in excess of NMOCD Remediation Thresholds

¹ Estimated concentration; analyte detected below method detection limits² Chloride residuals may not be capable of impacting local groundwater above the NMWQCC standards of 250 mg/L.

TABLE 3

Well Data

Chesapeake Energy Will 7A #1 (Ref. #160025)

Well Number	Diversion ^A	Owner	Use	Twsp	Rng	Sec q q q	Latitude	Longitude	Date Measured	Well Depth (ft bgs)	Depth to Water (ft bgs)
C 00563	45	Brantley Draper	IRR	23S	28E	07 1 1 3	32° 19' 24.11"	104° 08' 4.32"			
C 00563 S		Brantley Draper		23S	28E	07 1 1 3	32° 19' 24.11"	103° 08' 4.32"			
C 00563 S-2		Brantley Draper		23S	28E	07 1 4 3	32° 19' 11"	103° 07' 49.37"			
C 00063	120	W W Galton	IRR	23S	28E	07 1 3 1	32° 19' 10.93"	103° 08' 4.46"	31-Dec-45	130	
C 00069	234.537	Juan H. Villa	IRR	23S	28E	07 3 3 3	32° 18' 44.58"	104° 08' 4.75"			
C 00069	328.5	Miguela C. Villa	IRR	23S	28E	07 3 3 3	32° 18' 44.58"	104° 08' 4.75"			
C 00069	351.215	New Mexico Interstate Stream Commission	IRR	23S	28E	07 3 3 3	32° 18' 44.58"	104° 08' 4.75"			
C 00563	1,113	Brantley Draper	IRR	23S	28E	07 1 1 3	32° 19' 24.11"	103° 08' 4.32"			
C 00563 S		Brantley Draper		23S	28E	07 1 1 3	32° 19' 24.11"	103° 08' 4.32"			
C 00563	15	Brantley Draper		23S	28E	07 1 1 3	32° 19' 24.11"	103° 08' 4.32"			
C 00563 S		Brantley Draper		23S	28E	07 1 1 3	32° 19' 24.11"	103° 08' 4.32"			
C 00563 S-2		Brantley Draper		23S	28E	07 1 4 3	32° 19' 11"	103° 07' 49.37"			
C 00563 S2		Brantley Draper		23S	28E	07 1 4 3	32° 19' 11"	103° 07' 49.37"			
C 02845	0	Brantley Bros.	EXP	23S	28E	07 1 4 3	32° 19' 11"	103° 07' 49.37"		220	
C 02846	57	Brantley Bros.	COM	23S	28E	07 1 1 4	32° 19' 24.11"	103° 08' 4.32"	31-Dec-38	60	50
C 02846 ENL-S		Brantley Bros.		23S	28E	07 4 4 4	32° 18' 44.81"	103° 07' 18.72"			
C 02846 S		Brantley Bros.		23S	28E	07 4 4 4	32° 18' 44.81"	103° 07' 18.72"	18-Apr-03	150	40
C 00058	392.1	Farm Credit of New Mexico	IRR	23S	28E	06 3 4 3	32° 19' 37.33"	103° 07' 49.14"	06-May-48	185	20
C 00058 S		Farm Credit of New Mexico		23S	28E	06 3 3 3	32° 19' 37.29"	103° 08' 4.17"	13-Mar-02	202	60
C 00058	186.3	Joe N. Carrasco	IRR	23S	28E	06 3 4 3	32° 19' 37.33"	103° 07' 49.14"	06-May-48	185	20
C 00958	3	Jerry F. Ballard	DOM	23S	28E	06 2 1 2	32° 20' 16.9"	104° 07' 33.42"	09-Aug-61		
C 01397	0	Gomez Ramon	IRR	23S	28E	06 4 4					
C 01448	0	Gomez Ramon	IRR	23S	28E	06 4 4	32° 19' 37.45"	104° 07' 18.35"			
C 01634	3	Grady O. Dodson	DOM	23S	28E	06 4 2	32° 19' 50.62"	103° 07' 18.21"	03-Feb-76	185	85
C 01699	3	Tom McIlvain	DOM	23S	28E	06 4 2	32° 19' 50.62"	103° 07' 18.21"	15-Jul-77	90	65
C 01982	0	Justin Magby	DOM	23S	28E	06 3 4	32° 19' 37.33"	103° 07' 49.14"			
C 01993	3	Read & Stevens	PRO	23S	28E	06 3 2	32° 19' 50.51"	103° 07' 49.01"	27-Nov-81	164	45
C 02064	3	Justin Magby	DOM	23S	28E	06 3 4	32° 19' 37.33"	103° 07' 49.14"	25-Sep-83	90	45
C 02141	3	Edgar Magby	DOM	23S	28E	06 4 4	32° 19' 37.45"	104° 07' 18.35"	09-May-88	65	36
C 02243	3	Edgar Magby	DOM	23S	28E	06 4 4 4			29-Nov-92	160	40
C 02511	3	Hernandez Daniel	DOM	23S	28E	06 1 2 1	32° 20' 16.86"	103° 07' 48.76"	03-Mar-97	60	35
C 02735	3	Julius Roberson	DOM	23S	28E	06 1 2 4	32° 20' 3.65"	103° 08' 3.88"			
C 02736	3	Julius Roberson	STK	23S	28E	06 3 2 4	32° 19' 50.51"	103° 07' 49.01"			
C 00058 S	0	Julius Roberson	EXP	23S	28E	06 3 3 3	32° 19' 37.29"	103° 08' 4.17"	13-Mar-02	202	60
C 02883		Julius Roberson Jr.		23S	28E	06 3 3 1	32° 19' 37.29"	103° 08' 4.17"	13-Mar-02	202	58
C 02883	3	Julius Roberson	STK	23S	28E	06 3 3 1	32° 19' 37.29"	103° 08' 4.17"	13-Mar-02	202	
C 02943	3	William J. and Diana Redfearn	DOM	23S	28E	06 1 1 2	32° 19' 50.51"	103° 07' 49.01"	25-Jan-03	69	43
C 02736	0	Nadel & Gussan Permian LLC	PRO	23S	28E	06 3 2 4	32° 19' 50.51"	103° 07' 49.01"			
C 02736	0	Chesapeake Operating	PRO	23S	28E	06 3 2 4	32° 19' 50.51"	103° 07' 49.01"			
C 03216	3	Judy Parker	DOM	23S	28E	06 1 3 4	32° 20' 3.65"	103° 08' 3.88"			
USGS #1				23S	28E	07 1 1 3	32° 19' 25"	103° 07' 01"	27-Jan-03	195	39.79
USGS #2				23S	28E	07 1 1 3			03-Jan-78		58.14
USGS #3				23S	28E	07 1 1 3			24-Jan-96		25.3
USGS #4				23S	28E	07 3 3 3			12-Aug-48		45.1
USGS #5				23S	28E	06 1 3 1			10-Jan-75		25.79

* = Data obtained from the New Mexico Office of the State Engineer Website (http://waters.ose.state.nm.us:7001/WATERS/wr_RegisServlet1)

Well locations shown on Figure 2

^A = in acre feet per annum

^B = Elevation interpolated from USGS topographical map based on referenced location.

IND = Industrial

IRR = Irrigation

DOM = Domestic

EXP = Exploration

PRO = Prospecting or Development of Natural Resources

STK = Livestock Watering

quarters are 1=NW, 2=NE, 3=SW, 4=SE; quarters are biggest to smallest

APPENDIX I

LABORATORY ANALYTICAL REPORTS

AND

CHAIN-OF-CUSTODY FORM



ARDINAL LABORATORIES

PHONE (325) 673-7001 • 2111 BEECHWOOD • ABILENE, TX 79603

PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR
ENVIRONMENTAL PLUS, INC.
ATTN: IAIN OLNESS
P.O. BOX 1558
EUNICE, NM 88231
FAX TO: (505) 394-2601

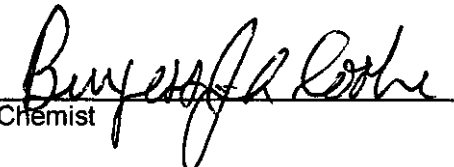
Receiving Date: 10/17/05
Reporting Date: 10/20/05
Project Owner: CHESAPEAKE OPERATING (#160025)
Project Name: WILL 7 FEE
Project Location: UL-A SEC. 7, T23S, R28E

Sampling Date: 10/12/05
Sample Type: SOIL
Sample Condition: COOL & INTACT
Sample Received By: BC
Analyzed By: BC/HM

LAB NUMBER	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/Kg)	DRO (>C ₁₀ -C ₂₈) (mg/Kg)	CI* (mg/Kg)
ANALYSIS DATE		10/18/05	10/18/05	10/18/05
H10310-1	SEC-1 (8')	<10	<10	12100
H10310-2	SM-2 (8')	<10	<10	6960
H10310-3	SWC-3 (8')	<10	<10	3420
H10310-4	EM-6 (8')	<10	<10	13000
H10310-5	CENTER-5 (8')	<10	<10	1710
H10310-6	WM-4 (8')	<10	<10	512
H10310-7	NWC-9 (8')	<10	<10	15900
H10310-8	NM-8 (8')	<10	<10	6480
H10310-9	NEC-9 (8')	<10	<10	6080
Quality Control		754	770	990
True Value QC		800	800	1000
% Recovery		94.3	96.2	99.0
Relative Percent Difference		0.5	1.0	2.0

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; CI: Std. Methods 4500-CI^B

*Analyses performed on 1:4 w:v aqueous extracts.


Chemist

10/20/05
Date

H10310A.XLS

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PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR ENVIRONMENTAL PLUS, INC.

ATTN: IAIN OLNESS

P.O. BOX 1558

EUNICE, NM 88231

FAX FAX TO: (505) 394-2601

Receiving Date: 10/17/05

Reporting Date: 10/20/05

Project Owner: CHESAPEAKE OPERATING (#160025)

Project Name: WILL 7 FEE

Project Location: UL-A SEC. 7, T23S, R28E

Sampling Date: 10/12/05

Sample Type: SOIL

Sample Condition: COOL & INTACT

Sample Received By: BC

Analyzed By: HM

LAB NUMBER	SAMPLE ID	BENZENE (mg/Kg)	TOLUENE (mg/Kg)	ETHYL BENZENE (mg/Kg)	TOTAL XYLENES (mg/Kg)
ANALYSIS DATE		10/18/05	10/18/05	10/18/05	10/18/05
H10310-1	SEC-1 (8')	<0.005	<0.005	<0.005	<0.015
H10310-2	SM-2 (8')	<0.005	<0.005	<0.005	<0.015
H10310-3	SWC-3 (8')	<0.005	<0.005	<0.005	<0.015
H10310-4	EM-6 (8')	<0.005	<0.005	<0.005	<0.015
H10310-5	CENTER-5 (8')	<0.005	<0.005	<0.005	<0.015
H10310-6	WM-4 (8')	<0.005	<0.005	<0.005	<0.015
H10310-7	NWC-9 (8')	<0.005	<0.005	<0.005	<0.015
H10310-8	NM-8 (8')	<0.005	<0.005	<0.005	<0.015
H10310-9	NEC-9 (8')	<0.005	<0.005	<0.005	<0.015
Quality Control		0.091	0.091	0.096	0.293
True Value QC		0.100	0.100	0.100	0.300
% Recovery		90.6	91.2	96.3	97.7
Relative Percent Difference		4.0	4.3	2.3	0.9

METHOD: EPA SW-846 8260

Chemist

Date

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Environmental Plus, Inc.

2100 Avenue O, Eunice, NM 88231
(505) 394-3481 FAX: (505) 394-2601

P.O. Box 1558, Eunice, NM 88231

Chain of Custody Form

Company Name Environmental Plus, Inc.		Bill To		ANALYSIS REQUEST									
EPI Project Manager Iain Olness		Attn: Iain Olness											
Mailing Address P.O. BOX 1558		PO Box 1558											
City, State, Zip Eunice New Mexico 88231		Eunice, NM 88231											
EPI Phone#/Fax# 505-394-3481 / 505-394-2601													
Client Company Chesapeake Operating													
Facility Name Will 7 Fee													
Location UL-A, Sect. 7, T 23 S, R 28 E													
Project Reference 160025													
EPI Sampler Name Felix Hernandez													

LAB I.D.	SAMPLE I.D.	(G) RAB OR (C) OMP.	MATRIX						PRESERV.	SAMPLING		TPH 8021B	CHLORIDES (Cl)	SULFATES (SO ₄)	PH	TCLP	OTHER >>	PAH	
			GROUND WATER	WASTEWATER	SOIL	CRUDE OIL	SLUDGE	OTHER:		ACID/BASE	ICE/COOL								OTHER
1	SEC-1 (8')	G 1			1							X	X						
2	SM-2 (8')	G 1			1							X	X						
3	SWC-3 (8')	G 1			1							X	X						
4	EM-4 (8') CM-6 (8')	G 1			1							X	X						
5	Center-5 (8')	G 1			1							X	X						
6	WM-6 (8') WM-4 (8') PL	G 1			1							X	X						
7	NWC-7 (8') NWC-9 (8') PL	G 1			1							X	X						
8	NM-8 (8')	G 1			1							X	X						
9	NEC-9 (8') NEC-9 (8') PL	G 1			1							X	X						
10																			

Sampler Relinquished:		Received By:	
Date	Time	Date	Time
10-17-05	10:55	10-17-05	10:55
Relinquished by: John Hernandez		Received By: (lab staff) Benjamin Cook	
Delivered by:		Sample Cool & Intake Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	
		Checked By:	

REMARKS:
E-mail results to: iolness@envplus.net



CARDINAL LABORATORIES

PHONE (325) 673-7001 • 2111 BEECHWOOD • ABILENE, TX 79603

PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR ENVIRONMENTAL PLUS, INC.

ATTN: IAIN OLNESS

P.O. BOX 1558

EUNICE, NM 88231

FAX TO: (505) 394-2601

Receiving Date: 10/17/05

Reporting Date: 10/20/05

Project Owner: CHESAPEAKE OPERATING (#160025)

Project Name: WILL 7 FEE

Project Location: UL-A SEC. 7, T23S, R28E

Sampling Date: 10/14/05

Sample Type: SOIL

Sample Condition: COOL & INTACT

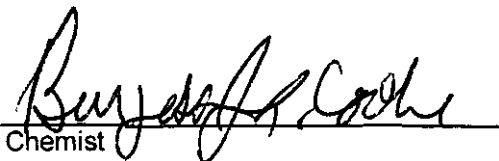
Sample Received By: BC

Analyzed By: BC/HM

LAB NUMBER	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/Kg)	DRO (>C ₁₀ -C ₂₈) (mg/Kg)	CI* (mg/Kg)
		10/18/05	10/18/05	10/18/05
H10311-1	SESW-10 (4')	<10	<10	4000
H10311-2	SWSW-11 (4')	<10	<10	672
H10311-3	WSSW-12 (4')	<10	<10	96
H10311-4	WNSW-13 (4')	<10	<10	5730
H10311-5	NWSW-14 (4')	<10	<10	1790
H10311-6	NESW-15 (4')	<10	<10	1360
H10311-7	ENSW-16 (4')	<10	<10	1839
H10311-8	ESSW-17 (4')	<10	<10	1580
Quality Control		754	770	990
True Value QC		800	800	1000
% Recovery		94.3	96.2	99.0
Relative Percent Difference		0.5	1.0	2.0

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; CI: Std. Methods 4500-CI'B

*Analyses performed on 1:4 w:v aqueous extracts.


Chemist

10/20/05
Date

H10311A.XLS

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ARDINAL LABORATORIES

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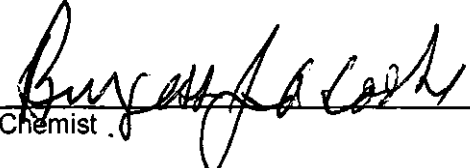
ANALYTICAL RESULTS FOR
ENVIRONMENTAL PLUS, INC.
ATTN: IAIN OLNESS
P.O. BOX 1558
EUNICE, NM 88231
FAX FAX TO: (505) 394-2601

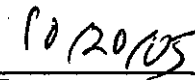
Receiving Date: 10/17/05
Reporting Date: 10/20/05
Project Owner: CHESAPEAKE OPERATING (#160025)
Project Name: WILL 7 FEE
Project Location: UL-A SEC. 7, T23S, R28E

Sampling Date: 10/14/05
Sample Type: SOIL
Sample Condition: COOL & INTACT
Sample Received By: BC
Analyzed By: HM

LAB NUMBER	SAMPLE ID	BENZENE (mg/Kg)	TOLUENE (mg/Kg)	ETHYL BENZENE (mg/Kg)	TOTAL XYLENES (mg/Kg)
ANALYSIS DATE		10/18/05	10/18/05	10/18/05	10/18/05
H10311-1	SESW-10 (4')	<0.005	<0.005	<0.005	<0.015
H10311-2	SWSW-11 (4')	<0.005	<0.005	<0.005	<0.015
H10311-3	WSSW-12 (4')	<0.005	<0.005	<0.005	<0.015
H10311-4	WNSW-13 (4')	<0.005	<0.005	<0.005	<0.015
H10311-5	NWSW-14 (4')	<0.005	<0.005	<0.005	<0.015
H10311-6	NESW-15 (4')	<0.005	<0.005	<0.005	<0.015
H10311-7	ENSW-16 (4')	<0.005	<0.005	<0.005	<0.015
H10311-8	ESSW-17 (4')	<0.005	<0.005	<0.005	<0.015
Quality Control		0.091	0.091	0.096	0.293
True Value QC		0.100	0.100	0.100	0.300
% Recovery		90.6	91.2	96.3	97.7
Relative Percent Difference		4.0	4.3	2.3	0.9

METHOD: EPA SW-846 8260


Chemist


Date

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Environmental Plus, Inc.

2100 Avenue O, Eunice, NM 88231
(505) 394-3481 FAX: (505) 394-2601

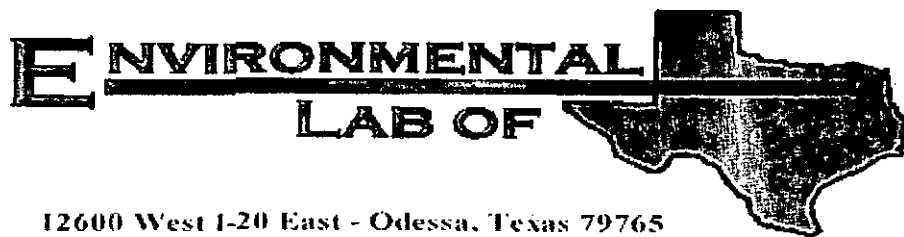
P.O. Box 1558, Eunice, NM 88231

Chain of Custody Form

Company Name Environmental Plus, Inc.		Bill To		ANALYSIS REQUEST	
EPI Project Manager Iain Olness		Attn: Iain Olness PO Box 1558 Eunice, NM 88231			
Mailing Address P.O. BOX 1558					
City, State, Zip Eunice New Mexico 88231					
EPI Phone#/Fax# 505-394-3481 / 505-394-2601					
Client Company Chesapeake Operating					
Facility Name Will 7 Fee					
Location UL-A, Sect. 7, T 23 S, R 28 E					
Project Reference 160025					
EPI Sampler Name Felix Hernandez					

LAB I.D.	SAMPLE I.D.	(G) RAB OR (C) OMP.	# CONTAINERS	MATRIX						PRESERV.			SAMPLING		TPH 8015M	CHLORIDES (Cl)	SULFATES (SO ₄)	PH	TCLP	OTHER >>>	PAH
				GROUND WATER	WASTEWATER	SOIL	CRUDE OIL	SLUDGE	OTHER:	ACID/BASE	ICE/COOL	OTHER	DATE	TIME							
1	SES-10 (4')	G 1	1												X	X					
2	SWS-11 (4')	G 1	1												X	X					
3	WSS-12 (4')	G 1	1												X	X					
4	WNS-13 (4')	G 1	1												X	X					
5	NWS-14 (4')	G 1	1												X	X					
6	NES-15 (4')	G 1	1												X	X					
7	ENS-16 (4')	G 1	1												X	X					
8	ESS-17 (4')	G 1	1												X	X					
9																					
10																					

Sampler Relinquished:		Received By:		E-mail results to: iolness@envplus.net	
Date	Time	Date	Time	REMARKS:	
0-17-05	10:55	0-17-05	10:55	Relinquished by: <i>John Hernandez</i>	
Delivered by:		Received By: (lab staff)		Checked By:	
		Sample Cool & Intact			
		Yes No			



12600 West 1-20 East - Odessa, Texas 79765

Analytical Report

Prepared for:

Iain Olness

Environmental Plus, Incorporated

P.O. Box 1558

Eunice, NM 88231

Project: Chesapeake/ Will 7 Fee

Project Number: 160025

Location: UL-A, Sect. 7, T 23 S, R 28 E

Lab Order Number: 5J25002

Report Date: 10/31/05

Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM, 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

Fax: 505-394-2601

Reported:
10/31/05 11:19

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
BH-1 (10')	5J25002-01	Soil	10/20/05 08:31	10/24/05 16:20
BH-1 (15')	5J25002-02	Soil	10/20/05 08:52	10/24/05 16:20
BH-1 (20')	5J25002-03	Soil	10/20/05 09:00	10/24/05 16:20
BH-2 (10')	5J25002-04	Soil	10/20/05 09:29	10/24/05 16:20
BH-2 (15')	5J25002-05	Soil	10/20/05 09:35	10/24/05 16:20
BH-1 (20')	5J25002-06	Soil	10/20/05 09:48	10/24/05 16:20

Organics by GC
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
BH-1 (10') (5J25002-01) Soil									
Benzene	ND	0.0250	mg/kg dry	25	EJ52509	10/25/05	10/26/05	EPA 8021B	
Toluene	ND	0.0250	"	"	"	"	"	"	
Ethylbenzene	ND	0.0250	"	"	"	"	"	"	
Xylene (p/m)	ND	0.0250	"	"	"	"	"	"	
Xylene (o)	ND	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		85.0 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		91.2 %	80-120		"	"	"	"	
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EJ52504	10/25/05	10/26/05	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		86.8 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		124 %	70-130		"	"	"	"	
BH-2 (10') (5J25002-04) Soil									
Benzene	ND	0.0250	mg/kg dry	25	EJ52509	10/25/05	10/26/05	EPA 8021B	
Toluene	ND	0.0250	"	"	"	"	"	"	
Ethylbenzene	ND	0.0250	"	"	"	"	"	"	
Xylene (p/m)	ND	0.0250	"	"	"	"	"	"	
Xylene (o)	ND	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		105 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		95.8 %	80-120		"	"	"	"	
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EJ52504	10/25/05	10/26/05	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		84.4 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		82.0 %	70-130		"	"	"	"	
BH-2 (15') (5J25002-05) Soil									
Benzene	ND	0.0250	mg/kg dry	25	EJ52509	10/25/05	10/26/05	EPA 8021B	
Toluene	ND	0.0250	"	"	"	"	"	"	
Ethylbenzene	ND	0.0250	"	"	"	"	"	"	
Xylene (p/m)	ND	0.0250	"	"	"	"	"	"	
Xylene (o)	ND	0.0250	"	"	"	"	"	"	
Surrogate: a,a,a-Trifluorotoluene		98.8 %	80-120		"	"	"	"	
Surrogate: 4-Bromofluorobenzene		92.5 %	80-120		"	"	"	"	
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EJ52504	10/25/05	10/26/05	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	

Environmental Lab of Texas

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Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM, 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

Fax: 505-394-2601

Reported:
10/31/05 11:19

Organics by GC
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
BH-2 (15') (5J25002-05) Soil									
Surrogate: 1-Chlorooctane		98.2 %	70-130		EJ52504	10/25/05	10/26/05	EPA 8015M	
Surrogate: 1-Chlorooctadecane		95.0 %	70-130		"	"	"	"	

Environmental Lab of Texas

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Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM, 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

Fax: 505-394-2601

Reported:
10/31/05 11:19

General Chemistry Parameters by EPA / Standard Methods

Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
BH-1 (10') (5J25002-01) Soil									
Chloride	3120	100	mg/kg	200	EJ52617	10/25/05	10/26/05	EPA 300.0	
% Moisture	11.4	0.1	%	1	EJ52603	10/25/05	10/26/05	% calculation	
BH-1 (15') (5J25002-02) Soil									
Chloride	939	20.0	mg/kg	40	EJ52617	10/25/05	10/26/05	EPA 300.0	
BH-1 (20') (5J25002-03) Soil									
Chloride	1240	20.0	mg/kg	40	EJ52617	10/25/05	10/26/05	EPA 300.0	
BH-2 (10') (5J25002-04) Soil									
Chloride	719	10.0	mg/kg	20	EJ52617	10/25/05	10/26/05	EPA 300.0	
% Moisture	3.3	0.1	%	1	EJ52603	10/25/05	10/26/05	% calculation	
BH-2 (15') (5J25002-05) Soil									
Chloride	463	10.0	mg/kg	20	EJ52617	10/25/05	10/26/05	EPA 300.0	
% Moisture	19.3	0.1	%	1	EJ52603	10/25/05	10/26/05	% calculation	
BH-1 (20') (5J25002-06) Soil									
Chloride	455	10.0	mg/kg	20	EJ52617	10/25/05	10/26/05	EPA 300.0	

Environmental Lab of Texas

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Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM, 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

Fax: 505-394-2601

Reported:
10/31/05 11:19

Organics by GC - Quality Control

Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
Batch EJ52504 - Solvent Extraction (GC)										
Blank (EJ52504-BLK1)				Prepared: 10/25/05 Analyzed: 10/26/05						
Gasoline Range Organics C6-C12	ND	10.0	mg/kg wet							
Diesel Range Organics >C12-C35	ND	10.0	"							
Total Hydrocarbon C6-C35	ND	10.0	"							
Surrogate: 1-Chlorooctane	49.8		mg/kg	50.0		99.6	70-130			
Surrogate: 1-Chlorooctadecane	48.8		"	50.0		97.6	70-130			
LCS (EJ52504-BS1)				Prepared: 10/25/05 Analyzed: 10/26/05						
Gasoline Range Organics C6-C12	462	10.0	mg/kg wet	500		92.4	75-125			
Diesel Range Organics >C12-C35	439	10.0	"	500		87.8	75-125			
Total Hydrocarbon C6-C35	901	10.0	"	1000		90.1	75-125			
Surrogate: 1-Chlorooctane	53.4		mg/kg	50.0		107	70-130			
Surrogate: 1-Chlorooctadecane	57.9		"	50.0		116	70-130			
Calibration Check (EJ52504-CCV1)				Prepared: 10/25/05 Analyzed: 10/26/05						
Gasoline Range Organics C6-C12	434		mg/kg	500		86.8	80-120			
Diesel Range Organics >C12-C35	405		"	500		81.0	80-120			
Total Hydrocarbon C6-C35	839		"	1000		83.9	80-120			
Surrogate: 1-Chlorooctane	49.2		"	50.0		98.4	70-130			
Surrogate: 1-Chlorooctadecane	52.1		"	50.0		104	70-130			
Matrix Spike (EJ52504-MS1)				Source: SJ25001-02	Prepared: 10/25/05 Analyzed: 10/27/05					
Gasoline Range Organics C6-C12	587	10.0	mg/kg dry	576	ND	102	75-125			
Diesel Range Organics >C12-C35	570	10.0	"	576	13.6	96.6	75-125			
Total Hydrocarbon C6-C35	1160	10.0	"	1150	13.6	99.7	75-125			
Surrogate: 1-Chlorooctane	47.5		mg/kg	50.0		95.0	70-130			
Surrogate: 1-Chlorooctadecane	59.2		"	50.0		118	70-130			
Matrix Spike Dup (EJ52504-MSD1)				Source: SJ25001-02	Prepared: 10/25/05 Analyzed: 10/26/05					
Gasoline Range Organics C6-C12	530	10.0	mg/kg dry	576	ND	92.0	75-125	10.2	20	
Diesel Range Organics >C12-C35	508	10.0	"	576	13.6	85.8	75-125	11.5	20	
Total Hydrocarbon C6-C35	1040	10.0	"	1150	13.6	89.3	75-125	10.9	20	
Surrogate: 1-Chlorooctane	54.3		mg/kg	50.0		109	70-130			
Surrogate: 1-Chlorooctadecane	58.1		"	50.0		116	70-130			

Environmental Lab of Texas

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Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM. 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

Fax: 505-394-2601

Reported:
10/31/05 11:19

Organics by GC - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
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Batch EJ52509 - EPA 5030C (GC)

Blank (EJ52509-BLK1)

Prepared & Analyzed: 10/25/05

Benzene	ND	0.0250	mg/kg wet							
Toluene	ND	0.0250	"							
Ethylbenzene	ND	0.0250	"							
Xylene (p/m)	ND	0.0250	"							
Xylene (o)	ND	0.0250	"							
Surrogate: <i>a,a,a</i> -Trifluorotoluene	38.0		ug/kg	40.0		95.0	80-120			
Surrogate: 4-Bromofluorobenzene	40.4		"	40.0		101	80-120			

LCS (EJ52509-BS1)

Prepared & Analyzed: 10/25/05

Benzene	0.0526	0.00100	mg/kg wet	0.0500		105	80-120			
Toluene	0.0537	0.00100	"	0.0500		107	80-120			
Ethylbenzene	0.0587	0.00100	"	0.0500		117	80-120			
Xylene (p/m)	0.114	0.00100	"	0.100		114	80-120			
Xylene (o)	0.0575	0.00100	"	0.0500		115	80-120			
Surrogate: <i>a,a,a</i> -Trifluorotoluene	38.6		ug/kg	40.0		96.5	80-120			
Surrogate: 4-Bromofluorobenzene	45.1		"	40.0		113	80-120			

Calibration Check (EJ52509-CCV1)

Prepared: 10/25/05 Analyzed: 10/26/05

Benzene	49.8		ug/kg	50.0		99.6	80-120			
Toluene	49.8		"	50.0		99.6	80-120			
Ethylbenzene	54.2		"	50.0		108	80-120			
Xylene (p/m)	103		"	100		103	80-120			
Xylene (o)	54.8		"	50.0		110	80-120			
Surrogate: <i>a,a,a</i> -Trifluorotoluene	34.8		"	40.0		87.0	80-120			
Surrogate: 4-Bromofluorobenzene	36.0		"	40.0		90.0	80-120			

Matrix Spike (EJ52509-MS1)

Source: 5J25005-02

Prepared: 10/25/05 Analyzed: 10/26/05

Benzene	1.29	0.0250	mg/kg dry	1.34	ND	96.3	80-120			
Toluene	1.34	0.0250	"	1.34	0.0127	99.1	80-120			
Ethylbenzene	1.55	0.0250	"	1.34	0.0225	114	80-120			
Xylene (p/m)	2.93	0.0250	"	2.68	0.0609	107	80-120			
Xylene (o)	1.45	0.0250	"	1.34	0.0264	106	80-120			
Surrogate: <i>a,a,a</i> -Trifluorotoluene	35.3		ug/kg	40.0		88.2	80-120			
Surrogate: 4-Bromofluorobenzene	42.2		"	40.0		106	80-120			

Environmental Lab of Texas

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Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM, 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

Fax: 505-394-2601

Reported:
10/31/05 11:19

Organics by GC - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
---------	--------	--------------------	-------	----------------	------------------	------	----------------	-----	--------------	-------

Batch EJ52509 - EPA 5030C (GC)

Matrix Spike Dup (EJ52509-MSD1)	Source: 5J25005-02			Prepared: 10/25/05 Analyzed: 10/26/05						
Benzene	1.24	0.0250	mg/kg dry	1.34	ND	92.5	80-120	4.03	20	
Toluene	1.29	0.0250	"	1.34	0.0127	95.3	80-120	3.91	20	
Ethylbenzene	1.51	0.0250	"	1.34	0.0225	111	80-120	2.67	20	
Xylene (p/m)	2.91	0.0250	"	2.68	0.0609	106	80-120	0.939	20	
Xylene (o)	1.51	0.0250	"	1.34	0.0264	111	80-120	4.61	20	
Surrogate: a,a,a-Trifluorotoluene	33.6		ug/kg	40.0		84.0	80-120			
Surrogate: 4-Bromofluorobenzene	43.6		"	40.0		109	80-120			

Environmental Lab of Texas

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Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM, 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

Fax: 505-394-2601

Reported:
10/31/05 11:19

General Chemistry Parameters by EPA / Standard Methods - Quality Control

Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
---------	--------	--------------------	-------	----------------	------------------	------	----------------	-----	--------------	-------

Batch EJ52603 - General Preparation (Prep)

Blank (EJ52603-BLK1) Prepared: 10/25/05 Analyzed: 10/26/05

% Solids 100 %

Duplicate (EJ52603-DUP1) Source: 5J25001-01 Prepared: 10/25/05 Analyzed: 10/26/05

% Solids 88.7 % 88.7 0.00 20

Duplicate (EJ52603-DUP2) Source: 5J25006-08 Prepared: 10/25/05 Analyzed: 10/26/05

% Solids 97.3 % 97.2 0.103 20

Batch EJ52617 - Water Extraction

Blank (EJ52617-BLK1) Prepared: 10/25/05 Analyzed: 10/26/05

Chloride ND 0.500 mg/kg

LCS (EJ52617-BS1) Prepared: 10/25/05 Analyzed: 10/26/05

Chloride 8.21 mg/L 10.0 82.1 80-120

Calibration Check (EJ52617-CCV1) Prepared: 10/25/05 Analyzed: 10/26/05

Chloride 8.37 mg/L 10.0 83.7 80-120

Duplicate (EJ52617-DUP1) Source: 5J21002-03 Prepared: 10/25/05 Analyzed: 10/26/05

Chloride 766 10.0 mg/kg 712 7.31 20

Environmental Lab of Texas

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Environmental Plus, Incorporated
P.O. Box 1558
Eunice NM, 88231

Project: Chesapeake/ Will 7 Fee
Project Number: 160025
Project Manager: Iain Olness

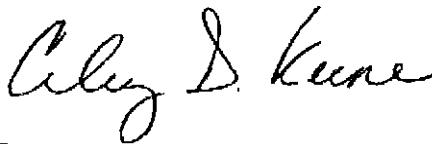
Fax: 505-394-2601

Reported:
10/31/05 11:19

Notes and Definitions

DET Analyte DETECTED
ND Analyte NOT DETECTED at or above the reporting limit
NR Not Reported
dry Sample results reported on a dry weight basis
RPD Relative Percent Difference
LCS Laboratory Control Spike
MS Matrix Spike
Dup Duplicate

Report Approved By:



Date:

10/31/2005

Raland K. Tuttle, Lab Manager
Caley D. Keene, Lab Director, Org. Tech Director
Peggy Allen, QA Officer

Jeanne Mc Murrey, Inorg. Tech Director
James L. Hawkins, Chemist/Geologist
Sandra Sanchez, Lab Tech.

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Environmental Lab of Texas

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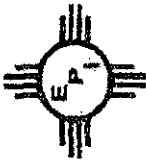
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Environmental Plus, Inc.

2100 Avenue O, Eunice, NM 88231
 (505) 394-3481 FAX: (505) 394-2601

P.O. Box 1558, Eunice, NM 88231

Chain of Custody Form

Company Name Environmental Plus, Inc.		BRIEF		ANALYSIS REQUEST																									
EPI Project Manager Iain Olness		 <p>Attn: Iain Olness PO Box 1558 Eunice, NM 88231</p>		PRESERV.		SAMPLING		DATE		TIME		BTEX 8021B		TPH 8015M		CHLORIDES (Cl)		SULFATES (SO ₄)		PH		TCLP		OTHER >>>		PAH			
Mailing Address P.O. BOX 1558				MATRIX		ACID/BASE		ICE/COOL		OTHER																			
City, State, Zip Eunice New Mexico 88231				GROUND WATER		SLUDGE		OTHER:																					
EPI Phone#/Fax# 505-394-3481 / 505-394-2601				WASTEWATER		CRUDE OIL																							
Client Company Chesapeake Operating				# CONTAINERS																									
Facility Name Will 7 Fee		(G) RAB OR (C) OMP.																											
Location UL-A, Sect. 7, T 23 S, R 28 E		LAB I.D. 53255002																											
Project Reference 160025		- 01 BH-1 (10')		G 1																									
EPI Sampler Name John Robinson		- 02 BH-1 (15')		G 1																									
		- 03 BH-1 (20')		G 1																									
		- 04 BH-2 (10')		G 1																									
		- 05 BH-2 (15')		G 1																									
		- 06 BH-2 (20')		G 1																									
		7																											
		8																											
		9																											
		10																											

Sample, Relinquished by: <i>John Robinson</i>	Received By: <i>Iain Olness</i>
Relinquished by: <i>Iain Olness</i>	Received By: (lab staff) <i>Iain Olness</i>
Delivered by: <i>Iain Olness</i>	Sample Cool & Intact <input checked="" type="checkbox"/> No <input type="checkbox"/>

REMARKS:
 4oz glass
 plastic bags for Cl only samples

E-mail results to: iolness@envplus.net

Environmental Lab of Texas

Variance / Corrective Action Report – Sample Log-In

Client: EP1

Date/Time: 10/14/15 4:20

Order #: 5325002

Initials: CR

Sample Receipt Checklist

Temperature of container/cooler?	Yes	No	0.5 C
Shipping container/cooler in good condition?	Yes	No	
Custody Seals intact on shipping container/cooler?	Yes	No	Not present
Custody Seals intact on sample bottles?	Yes	No	Not present
Chain of custody present?	Yes	No	
Sample Instructions complete on Chain of Custody?	Yes	No	
Chain of Custody signed when relinquished and received?	Yes	No	
Chain of custody agrees with sample label(s)	Yes	No	
Container labels legible and intact?	Yes	No	
Sample Matrix and properties same as on chain of custody?	Yes	No	
Samples in proper container/bottle?	Yes	No	
Samples properly preserved?	Yes	No	
Sample bottles intact?	Yes	No	
Preservations documented on Chain of Custody?	Yes	No	
Containers documented on Chain of Custody?	Yes	No	
Sufficient sample amount for indicated test?	Yes	No	
All samples received within sufficient hold time?	Yes	No	
VOC samples have zero headspace?	Yes	No	Not Applicable

Other observations:

Variance Documentation:

Contact Person: - _____ Date/Time: _____ Contacted by: _____

Regarding: _____

Corrective Action Taken:

APPENDIX II

PROJECT PHOTOGRAPHS

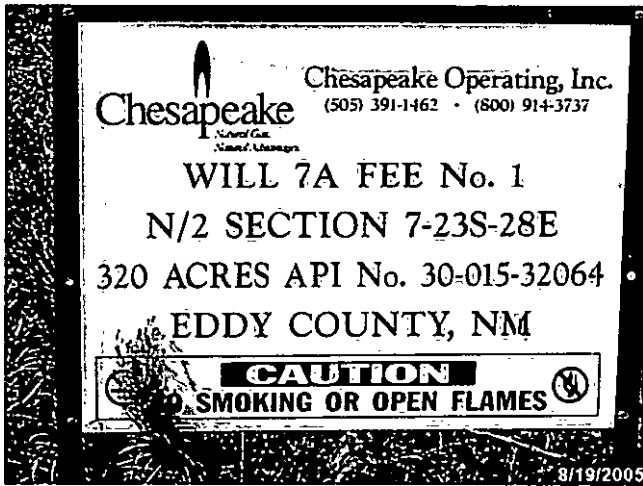


Photo #1: Sign denoting lease specifications.



Photo #2: Looking westerly at pit area and liner.

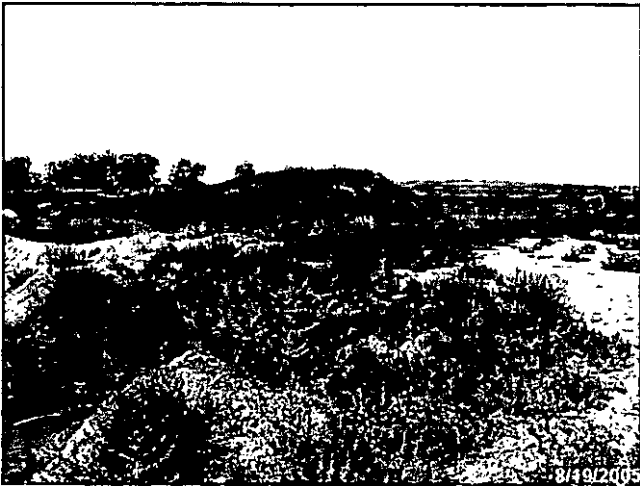


Photo #3: Looking westerly at stockpile.

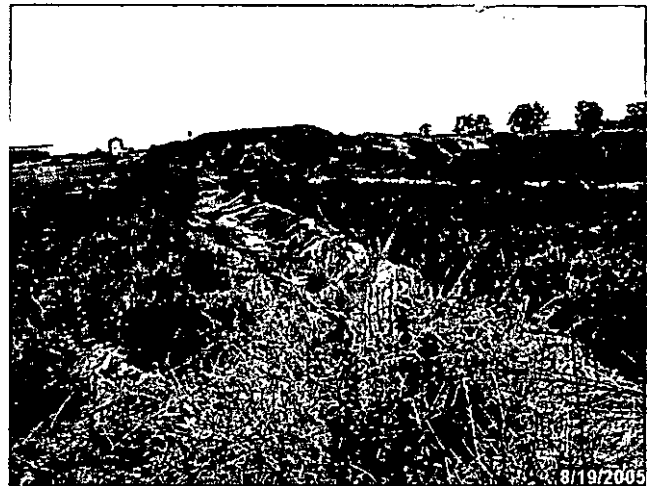


Photo #4: Looking easterly towards clean stockpile.



Photo #5: Current status of pit looking southerly.



Photo #6: Current status of pit looking southwesterly.

APPENDIX III

Soil Boring Logs

(NOTE - Page 1 of 1)



ENVIRONMENTAL PLUS, INC.
STATE APPROVED LAND FARM AND
ENVIRONMENTAL SERVICES
EUNICE
505-394-3481

Project Name: Chesapeake Will 7A Fee #1

Location: UL-A, Section 7, Township 23 South, Range 28 East

Boring Number: BH-1

Surface Elevation: 3,041

Sample # and Time	Sample Type	Recovery (inches)	Moisture	PID Readings (ppm)	U.S.C.S. Symbol	Depth (feet)	Start Date: <u>10/20/05</u> Time: <u>0831 hrs</u> Completion Date: <u>10/20/05</u> Time: <u>0900 hrs</u> Description
						5	
0831				2.9		10	Brown Sand Clay Rock Mix
						15	
0852			Moist	3.6		15	Tan Coarse Sand Pebbles
							Groundwater encountered at 17.0'
0900				4.3		20	Brown Sand Clay Mix End of Boring at 20.0'
						25	
						30	
Water Level Measurements (feet)							
Date	Time	Sample Depth	Casing Depth	Cave-In Depth	Water Level	Drilling Method: HSA 3.5' ID	
10/20/05	-	-	-	-	-	Backfill Method: Bentonite	
-	-	-	-	-	-	Field Representative: JR	

Log Of Test Borings

(NOTE - Page 1 of 1)



ENVIRONMENTAL PLUS, INC.
STATE APPROVED LAND FARM AND
ENVIRONMENTAL SERVICES
EUNICE
505-394-3481

Project Number: 160025

Project Name: Chesapeake Will 7A Fee #1

Location: UL-A, Section 7, Township 23 South, Range 28 East

Boring Number: BH-2

Surface Elevation: 3,041

Sample # and Time	Sample Type	Recovery (inches)	Moisture	PID Readings (ppm)	U.S.C.S. Symbol	Depth (feet)	Start Date: <u>10/20/05</u> Time: <u>0929 hrs</u> Completion Date: <u>10/20/05</u> Time: <u>0948 hrs</u> Description
						0	
						5	
						10	Coarse Sand Rock
0929				4.5			
						15	Red Brown Clay
0935				5.0			
						20	Sandy Brown Clay End of Boring at 20.0'
0948				4.3			
						25	
						30	

Water Level Measurements (feet)						Drilling Method: HSA 3.5' ID
Date	Time	Sample Depth	Casing Depth	Cave-In Depth	Water Level	Backfill Method: Bentonite
10/20/05	-	-	-	-	-	
-	-	-	-	-	-	Field Representative: JR

APPENDIX IV

**INFORMATIONAL COPY OF THE
NMOCD C-103 FORM**

Submit 3 Copies To Appropriate
District Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., 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-103

May 27, 2004

WELL API NO.:

30-015-32064

5. Indicate Type of Lease

STATE ☐ **FEE** ☒

6. State Oil & Gas Lease No.:

7. Lease Name or Unit Agreement

Name: Will 7A Fee #1

8. Well Number: No. 1

9. OGRID Number:

10. Pool name or Wildcat:

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other ☐

2. Name of Operator: Chesapeake Operating, Inc.

3. Address of Operator: 5014 Carlsbad Highway
Hobbs, NM 88240

4. Well Location

Unit Letter: A feet from the _____ line and _____ feet from the _____ line

Section: 7 Township: 23 South Range: 28 East NMPM _____ County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3,041 feet above mean sea level

Pit or Below-grade Tank Application ☐ or Closure ☒

Pit type: Drilling Depth to Groundwater: <50 feet Distance from nearest fresh water well: <1,000 feet Distance from nearest surface water: >1,000 feet

Pit Liner Thickness: 20 - in Below-Grade Tank: Volume: _____ bbls; Construction Material: _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐

TEMPORARILY ABANDON ☐

PULL OR ALTER CASING ☐

PLUG AND ABANDON ☒

CHANGE PLANS ☒

MULTIPLE COMPLETIONS ☒

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐

COMMENCE DRILLING OPNS. ☐

CASING/CEMENT JOB ☐

ALTERING CASING ☐

P AND A ☐

OTHER: Pit Closure ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Chesapeake Operating, Inc. (Chesapeake) is conducting the pit closure according to NMOCD guidelines. As the depth to groundwater is < 50 feet below ground surface (bgs), Chesapeake is removing all contents from the pit and disposing of them at CRI. In addition, a minimum of six (6) inches of soil from beneath the liner will also be excavated. Upon the removal of all the pit contents, including the liner, soil samples will be collected from the floor of the excavation and submitted for quantification of total petroleum hydrocarbons (TPH), benzene, toluene, ethylbenzene, and total xylenes (BTEX constituents) and chloride. Should analytical results indicate that the integrity of the liner has been compromised, a Delineation/Remediation Plan will be developed and submitted to the NMOCD for approval. Should analytical results indicate that the structural integrity of the liner was not compromised, the pit will be backfilled with clean soil obtained from an off-site source, the site contoured and graded to allow for natural drainage and the site seeded with a blend of seed preferred by the property owner.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒; a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE _____ **TITLE** Field Technician **DATE** _____

Type or print name: Bradley Blevins **E-mail address:** bblevins@chkenergy.com **Telephone No.:** (505) 391-1462 ext. 24

For State Use Only

APPROVED BY: _____ **TITLE** _____ **DATE** _____

Conditions of Approval (if any):