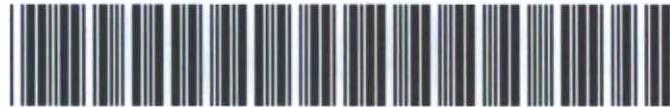




AE Order Number Banner

Report Description

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



App Number: pKJ1618333341

1RP - 4323

CROSS BORDER RESOURCES, INC.

MAR 05 2012

BASELINE SOLUTIONS, LLC

**P. O. BOX 8061
Midland, TX 79708**

RECEIVED

Phone 432-352-6400

Fax 432-682-7722

March 5th, 2012

Mr. Geoffery Leking
New Mexico Oil Conservation Division
1625 French Drive
Hobbs, New Mexico, 88240

RE: Doral Energy
Environmental Remediation Project
Amoco #3 Tank Battery
Request to backfill site

Dear, Mr. Geoffery Leking,

Doral Energy Operating (Cross Border Resources, Inc.), Larry Risley, 210-226-6700), contracted Baseline Solutions (Andy Price), to manage the environmental remediation for the Amoco #3 tank battery. This letter and is considered to be an Environmental Update for the following project:

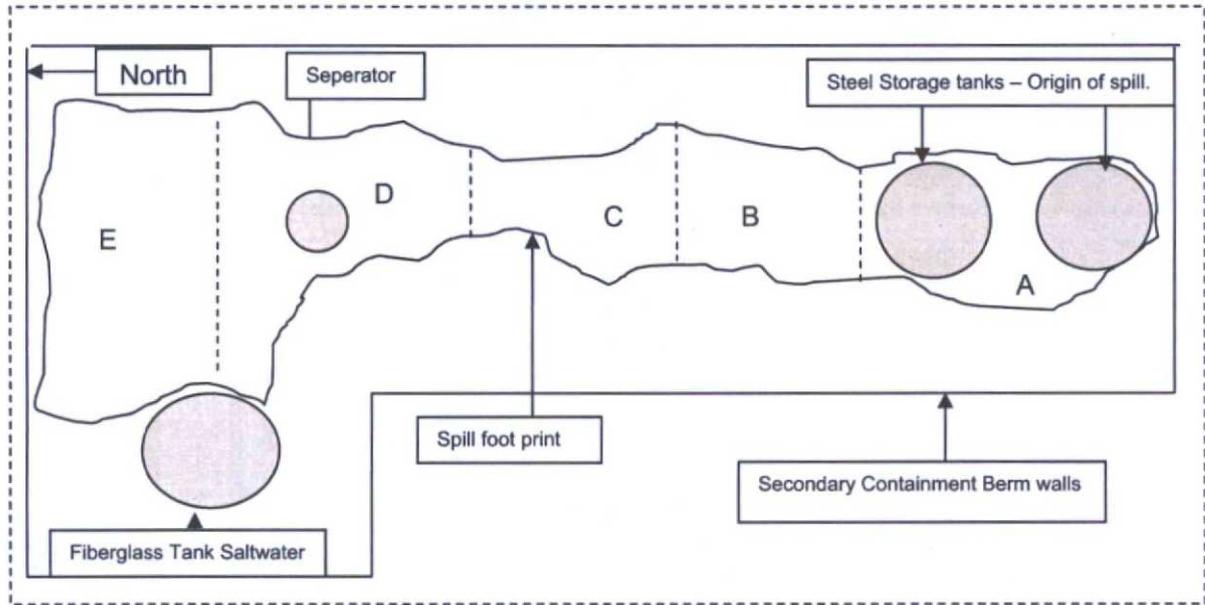
Amoco #3 Tank Battery Remediation
Located 660 FSL & 660FWL of Sec 26 -T7S-R31E
Coordinates: N 33.67234 W-103.75095
API #30-005-20634
Chaves County, NM

- A sampling investigation was completed for the subject site. Sampling investigation data results were presented to BLM and OCD in a report.
- Dig & haul operations were first conducted in July of 2011. TPH levels were reduced to below 5,000ppm, which was the previous OCD action level.
- Dig & haul operations were conducted the second time in December of 2011. An additional 12 yards of soil were excavated and delivered to Gandy's disposal. Samples were taken for lab analysis. Lab results determined TPH levels were reduced to less than the current action level of 1,000ppm. Chlorides are also below regulatory limits.
- Current dig & haul data results are contained in the lab summary and photos enclosed within this letter.
- I am requesting the approval to conduct backfill operations.
- Please note lab sampling report chart and sampling diagram on the following page.

Lab results for sampling investigation are listed below (please see app. C).

Sample field code	TPH PPM	Sample field code	Chloride PPM
A	<50	A	<200
B	<50	B	<200
C	<50	C	<200
D	<50	D	<200
E	<50	E	<200

Sampling Grid Diagram:



Thank you.

Andy Price

Andy B. Price

Registered Environmental Manager













Summary Report

Andy Price
Doral Energy
22610 US Hwy. 281 North
Ste. 218
San Antonio, TX 78258

Report Date: December 26, 2011

Work Order: 11121903

Project Location: Sec. 26, T7S-R3IE, Chaves Co.
Project Name: Amoco #3

Sample	Description	Matrix	Date Taken	Time Taken	Date Received
284719	A	soil	2011-12-15	16:00	2011-12-16
284720	B	soil	2011-12-15	16:10	2011-12-16
284721	C	soil	2011-12-15	16:20	2011-12-16
284722	D	soil	2011-12-15	16:30	2011-12-16
284723	E	soil	2011-12-15	16:40	2011-12-16

Sample - Field Code	TPH DRO - NEW DRO (mg/Kg)	TPH GRO GRO (mg/Kg)
284719 - A	<50.0	2.35
284720 - B	<50.0	2.20
284721 - C	<50.0	2.42
284722 - D	<50.0	2.27
284723 - E	<50.0	2.22

Sample: 284719 - A

Param	Flag	Result	Units	RL
Chloride		<200	mg/Kg	4

Sample: 284720 - B

Param	Flag	Result	Units	RL
Chloride		<200	mg/Kg	4

Sample: 284721 - C

Param	Flag	Result	Units	RL
Chloride		<200	mg/Kg	4

Sample: 284722 - D

Param	Flag	Result	Units	RL
Chloride		<200	mg/Kg	4

Sample: 284723 - E

Param	Flag	Result	Units	RL
Chloride		<200	mg/Kg	4