

Elke Environmental, Inc.

**P.O. Box 14167
Odessa, TX 79768**



Closure Report

**Prepared for Mr. Larry Johnson
New Mexico Oil Conservation Division
Hobbs, New Mexico**

API# 30025305920000

2 RP - 1035

Project:

**Saber Resources
F M Hollyway S W D # 1**

**CC: Doug Keathly
Saber Resources**

*Incident - n PACO628637724
Application - p PACO628637817*

RP# 1035

Elke Environmental, Inc.
P.O. Box 14167, Odessa Texas 79768
Phone 432-366-0043 Fax 432-366-0884

Job Summary Sheet

Start Date: 3-7-06 _____ Completion Date 8-3-06 _____

One Call Confirmation #: 2006181596 _____

GPS Point of Origin: _____ TS:17s _____ Range:38E _____ Section:13ne _____

Client Information

Company: Saber Resources, Inc. _____

Site Name: F M Hollyway SWD # 1 _____

Client Contact: Nelson Patton _____

Client Phone #: 432-553-5080 _____

Client Reference #: _____

Reportable Spill: YESX – NO

Spill Type: Crude and Produced Water _____

Spill Amount: 10 bbls Oil / 100 bbls Water _____

Site Dimensions

Before Excavation: _____

After Excavation: 105'x143'x24' _____

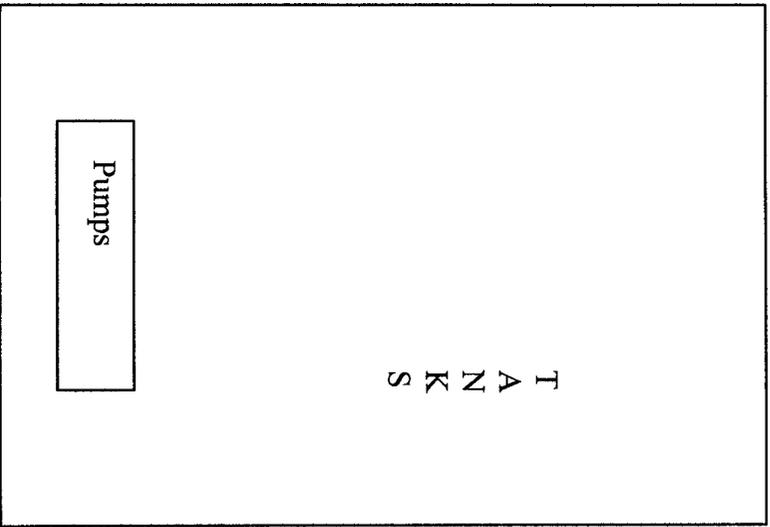
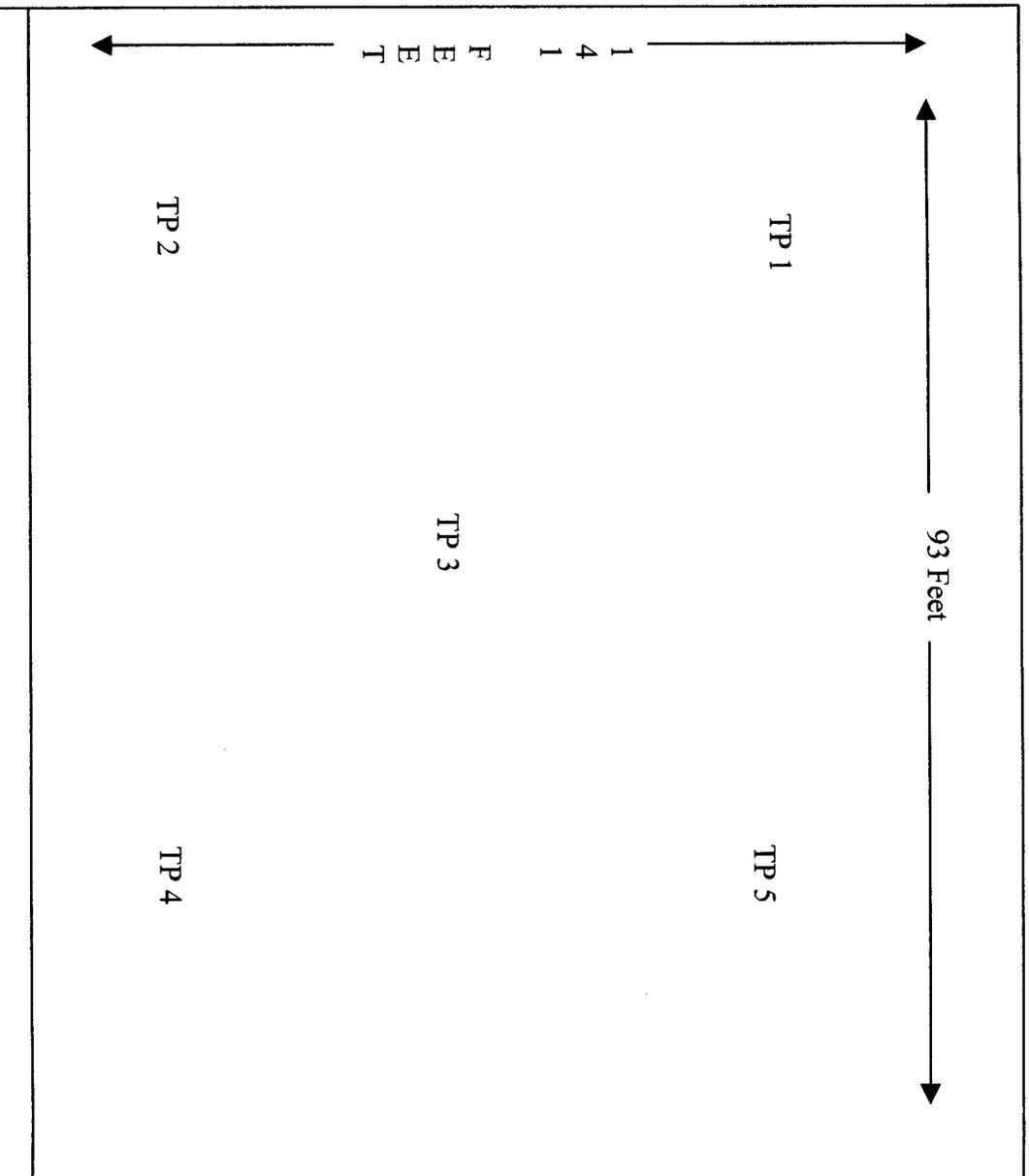
Total Cubic Yards Excavated: 13,346 _____

Laboratory Analysis: Yes – No

Analysis Type & Date Collected: Chloride TP 2 and TP 4/4-27-06, TPH
8015m, Chloride SP 2,3 and 5 7-18-06 _____

SABER RESOURCES, LLC
FMHOLLYWAY SWD PLOT MAP

NORTH





LABORATORY TEST REPORT
PETTIGREW & ASSOCIATES, P.A.
1110 N. GRIMES
HOBBS, NM 88240
(505) 393-9827



DEBRA P. HICKS, P.E., S.E.
WILLIAM M. HICKS, III, P.E., P.S.

To: Elke Environmental
Attn: Kim Baker
P.O. Box 14167
Odessa, TX 79768

Material: Red Clay

Project: FM Holloway
Project No. 2006.1099

Test Method: ASTM: D 2922

Date of Test: July 13, 2006

Depth: 4' Below Finished Subgrade

Depth of Probe: 12"

Test No.	Location	Dry Density % Maximum	% Moisture	Depth
SG 1	Pit - 25' N. & 35' E. of the SW Corner	99.8	22.9	

Control Density: 101.6
ASTM: D 698

Optimum Moisture: 22.8%

Required Compaction: 95%

PETTIGREW & ASSOCIATES

Lab No.: 06 5953-5954

BY: _____

Copies To: Elke Environmental

BY: _____ P.E.

Elke Environmental
P.O. box 14167
Odessa, TX 79768

Saber Resources
FM Hollyway Swd
Daily Work log

3-7-06

Excavated TP 1 to a depth of 14'. TP 2 to a depth of 8'. TP 3 to a Depth of 14'. TP 5 to a Depth of 6'

4-3-06

Excavated TP 1 to a Depth of 26'. TP 2 to a Depth of 32'. TP 3 to a Depth of 28'. TP 4 to a Depth of 18'.

4-5-06

Excavated TP 3 to a Depth of 36'. TP 4 to a Depth of 30'.

4-27-06

Excavated TP 2 to Depth of 40'. TP 4 to a Depth of 42'

7-05-06

Joe blending with Cat D6R Dozer worked 12 hours.

7-06-06

Joe blending with Cat D6R Dozer worked 12 hours.

7-07-06

Joe blending with Cat D6R Dozer worked 9 hours and Javier hauled the John Deere Backhoe to the site.

7-10-06

Joe blending with Cat D6R Dozer and Javier blending and stock piling clay with John Deere Backhoe 410. Five trucks hauling clay from Wallach Pit in Eunice to site. Solis Trucking, Marquez Trucking, Angel Trucking, Franco Trucking, JAS Trucking, Alamance Trucking all hauled five loads each for a total of 664.94 tons of clay.

7-11-06

Joe blending and backfilling with Cat D6R Dozer. Javier excavating clean with backhoe

7-12-06

Joe backfilling to put in liner, Then started blending. Javier putting in liner.

7-13-06

Joe blending with Cat D6R Dozer. Javier blending with John Deere Backhoe Blending . Pettigrew & Assoc. tested liner at 2:00 PM. Compaction test was 99.8%.

7-14-06

Pulled 5 Composite samples from spoil pile all tested above 2,040-PPM TPH 418.1. Laid out spoil pile as thin as we could and let it air out over the weekend.

7-17-06

Pulled a composite sample from the thinnest layer of spoil pile tested it and it was 4,360 PPM TPH 418.1. Started layering clean with dirty at a ratio of 1:1. Blended a pile and tested it. It tested at 626-PPM TPH 418.1, 74.4 Chloride, and 10-PPM PID. Javier started digging up clean to blend with. Eli blending spoils piles with John Deere 644 Loader.

7-18-06

Javier excavating clean with backhoe. Eli blending spoils piles and backfilling with loader starting at road going west. Blending ratio of 1:1

7-19-06

Eli blending spoils piles and backfilling. Javier backfilling around Tank Battery and rebuilding berm. Labor Hand picking up plastic. Blending ratio of 1:1

7-20-06

Eli blending with John Deere 644 Loader. Javier blending with John Deere Backhoe. Labor Hand picking up plastic. Blending ratio 1:1

7-21-06

Javier Excavating clean with backhoe. Eli blending with loader. Labor Hand picking up plastic. Blending ratio 5 clean to 1 dirty.

7-22-06

Javier Excavating clean and blending with backhoe. Carlos blending with loader. Blending ratio 5:1

7-23-06

Javier Blending with loader. Blending ratio 5:1

7-24-06

Javier excavating clean with backhoe. Eli blending with loader. Labor Hand picking up plastic. Blending ratio 5:1

7-25-06

Javier excavating clean and blending with backhoe. Eli blending with loader. Labor Hand picking up plastic. Blending ratio 5:1

7-26-06

Javier excavating clean with backhoe until noon. Eli blending with loader until noon. Javier and Eli both backfilling in the afternoon. Moved dozer to location to finish blending, backfilling. Removed loader from site. Blending ratio 5:1

7-27-06

Javier blending with dozer at a ratio of 5:1 and 1:1. Carlos backfilling with backhoe.

7-28-06

Javier backfilling with backhoe. Joe blending with dozer at a ratio of 1:1. Labor hand picking up plastic.

7-29-06

Javier blending with dozer at a ratio of 1:1.

7-30-06

Javier blending with dozer at a ratio of 1:1

7-31-06

Tested all piles and they all passed. Started backfilling with dozer and backhoe.

8-1-06

Finished backfilling with blended material and leveling site with dozer and backhoe.

8-2-06

Started backfilling with top soil using the dozer and backhoe.

8-3-06

Finished backfilling and leveling site with about 8" of top soil.

Elke Environmental, Inc.

P.O. Box 14167 Odessa, Tx 79768

Field Analytical Report Form

Client: Saber Resources

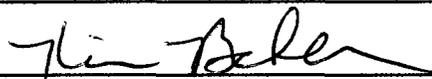
Analyst: Kim Baker

Site: F M Holloway #1 SWD

Sample ID	Sample Date	Depth	TPH/PPM	CI/PPM	PID/PPM
Background	3-7-06	Surface		191	
TP1	3-7-06	Surface	9,710	955	
TP1	3-7-06	2'	28,580		
TP1	3-7-06	4'	219	2,363	
TP1	3-7-06	6'		2,242	
TP1	3-7-06	8'	376	1,002	
TP1	3-7-06	14'	92	2,836	
TP1	4-3-06	16'	36	1,299	
TP1	4-3-06	18'		1,199	
TP1	4-3-06	20'		1,739	
TP1	4-3-06	22'		1,049	
TP1	4-3-06	24'		540	
TP1	4-3-06	26'		163	

Analyst Notes _____

Analyst Signature _____



Elke Environmental, Inc.

P.O. Box 14167 Odessa, Tx 79768

Field Analytical Report Form

Client: Saber Resources

Analyst: Kim Baker

Site: F M Holloway #1 SWD

Sample ID	Sample Date	Depth	TPH/PPM	CI/PPM	PID/PPM
TP2	3-7-06	2'		1,802	
TP2	3-7-06	6'		1,162	
TP2	3-7-06	8'		344	
TP2	4-3-06	14'	34,920		
TP2	4-3-06	16'	26,970		
TP2	4-3-06	18'	30,150		
TP2	4-3-06	20'	23,380		
TP2	4-3-06	26'	23,740	1,106	
TP2	4-3-06	32'	2,690	1,220	
TP2	4-27-06	34'	2,120	1,760	
TP2	4-27-06	36'	180	1,020	
TP2	4-27-06	38'		585	
TP2	4-27-06	40'		473	

Analyst Notes _____

Analyst Signature _____

Kim Baker

Elke Environmental, Inc.

P.O. Box 14167 Odessa, Tx 79768

Field Analytical Report Form

Client: Saber Resources

Analyst: Kim Baker

Site: F M Holloway #1 SWD

Sample ID	Sample Date	Depth	TPH/PPM	CI/PPM	PID/PPM
TP3	3-7-06	2'		3,433	
TP3	3-7-06	6'	576	590	
TP3	3-7-06	8'	483	945	
TP3	3-7-06	10'	1,745	1,196	
TP3	3-7-06	12'	9,400	1,158	
TP3	3-7-06	14'	14,320		
TP3	4-3-06	18'	40	1,199	
TP3	4-3-06	20'		1,799	
TP3	4-3-06	22'		1,022	
TP3	4-3-06	24'		859	
TP3	4-3-06	26'		725	
TP3	4-3-06	28'		560	
TP3	4-5-06	30'		785	
TP3	4-5-06	32'		597	
TP3	4-5-06	34'		567	
TP3	4-5-06	36'		537	

Analyst Notes _____

Analyst Signature _____

Kim Baker

Elke Environmental, Inc.

P.O. Box 14167 Odessa, Tx 79768

Field Analytical Report Form

Client: Saber Resources

Analyst: Kim Baker

Site: F M Holloway #1 SWD

Sample ID	Sample Date	Depth	TPH/PPM	CI/PPM	PID/PPM
TP4	1-13-06	Surface	699	2,189	
TP4	4-3-06	8'		1,439	
TP4	4-3-06	10'		899	
TP4	4-3-06	12'		1,799	
TP4	4-3-06	14'		1,679	
TP4	4-3-06	18'		1,499	
TP4	4-5-06	22'		1,379	
TP4	4-5-06	24'		1,195	
TP4	4-5-06	26'		1,494	
TP4	4-5-06	28'		896	
TP4	4-5-06	30'		920	
TP4	4-27-06	32'		470	
TP4	4-27-06	34'		580	
TP4	4-27-06	36'		905	
TP4	4-27-06	38'		1,030	
TP4	4-27-06	40'		846	
TP4	4-27-06	42'		848	

Analyst Notes _____

Analyst Signature _____

Kim Baker

Elke Environmental, Inc.

P.O. Box 14167 Odessa, Tx 79768

Field Analytical Report Form

Client: Saber Resources

Analyst: Kim Baker

Site: F M Holloway #1 SWD

Sample ID	Sample Date	Depth	TPH/PPM	CI/PPM	PID/PPM
TP5	3-7-06	6'	78	227	

Analyst Notes _____

Analyst Signature Kim Baker

Elke Environmental, Inc.

P.O. Box 14167 Odessa, Tx 79768

Field Analytical Report Form

Client: Saber Resources

Analyst: Kim Baker

Site: F M Holloway #1 SWD

Sample ID	Sample Date	Depth	TPH/PPM	CI/PPM	PID/PPM
SP 1	7-10-06		2,040		
SP 1	7-11-06		626	74.45	10
SP 2	7-12-06		2,185		
SP 2	7-18-06		525	325.40	5
SP 3	7-12-06		2,105		
SP 3	7-18-06		1,403	36.70	4
SP 4	7-12-06		2,473		
SP 4	7-19-06		1,000	78.32	8
SP 5	7-12-06		2,428		
SP 5	7-19-06		563	685.25	9
SP 6	7-12-06		2,060		
SP 6	7-20-06		759	131.55	3
SP 7	7-20-06		567	127.56	2
SP 8	7-21-06		6,180		
SP 8	7-21-06		914	95.67	4
SP 9	7-21-06		4,580		
SP 9	7-21-06		1,339	105.24	5
SP 10	7-21-06		4,600		
SP 10	7-24-06		1,490	125.35	6
SP 11	7-24-06		5,160		
SP 11	7-27-06		1,220	187.56	7
SP 12	7-27-06		936	74.24	8
SP 13	7-31-06		1,120	126.35	6
SP 14	7-31-06		995	92.55	5

Analyst Notes _____

Analyst Signature _____



ELKE ENVIROMENTAL

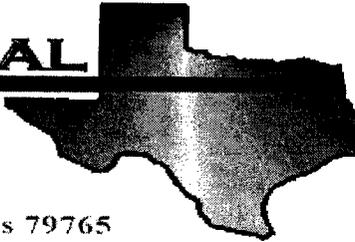
P.O. Box 14167 Odessa, Tx 79768

Summary of Laboratory Results:

Sample Location	Sample Type	Date	TPH	Chloride	PID Test
TP 2	Grab	4-27-06		683 PPM	
TP 3	Grab	4-27-06		870 PPM	
SP 2	4 Point Comp.	7-18-06	106 PPM	613 PPM	5
SP 3	4 Point Comp.	7-18-06	666 PPM	47.3PPM	4
SP 5	4 Point Comp.	7-19-06	383 PPM	940 PPM	9

PID Tests were ran on a Grab Sample

E NVIRONMENTAL
LAB OF



12600 West I-20 East - Odessa, Texas 79765

Analytical Report

Prepared for:

Kim Baker

Elke Environmental

P.O. Box 14167

Odessa, TX 79768

Project: FM Holloway SWD #1

Project Number: None Given

Location: Lea County

Lab Order Number: 6D28001

Report Date: 05/03/06

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: FM Holloway SWD #1
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884

Reported:
05/03/06 10:20

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
T2@ 46'	6D28001-01	Soil	04/27/06 11:00	04/28/06 07:20
T4@ 46'	6D28001-02	Soil	04/27/06 14:00	04/28/06 07:20

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: FM Holloway SWD #1
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884
Reported:
05/03/06 10:20

General Chemistry Parameters by EPA / Standard Methods
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
T2@ 46' (6D28001-01) Soil									
Chloride	683	10.0	mg/kg	20	EE60126	05/01/06	05/01/06	EPA 300.0	
T4@ 46' (6D28001-02) Soil									
Chloride	870	20.0	mg/kg	40	EE60126	05/01/06	05/01/06	EPA 300.0	

Elke Environmental
P.O. Box 14167
Odessa TX. 79768

Project: FM Holloway SWD #1
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884
Reported:
05/03/06 10:20

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 EE60126 - Water Extraction

Blank (EE60126-BLK1)

Prepared & Analyzed: 05/01/06

Chloride ND 0.500 mg/kg

LCS (EE60126-BS1)

Prepared & Analyzed: 05/01/06

Chloride 8.77 mg/L 10.0 87.7 80-120

Calibration Check (EE60126-CCV1)

Prepared & Analyzed: 05/01/06

Chloride 9.75 mg/L 10.0 97.5 80-120

Duplicate (EE60126-DUP1)

Source: 6D27004-01

Prepared & Analyzed: 05/01/06

Chloride 180 10.0 mg/kg 177 1.68 20

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: FM Holloway SWD #1
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884

Reported:
05/03/06 10:20

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: Raland K Tuttle Date: 5-03-06

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

Jeanne Mc Murrey, Inorg. Tech Director
LaTasha Cornish, Chemist
Sandra Sanchez, Lab Tech.

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If you have received this material in error, please notify us immediately at 432-563-1800.

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 4 of 4

Environmental Lab of Texas
Variance / Corrective Action Report – Sample Log-In

Client: ELKE ENV

Date/Time: 9/28/00 7:20

Order #: 6D28001

Initials: EW

Sample Receipt Checklist

Temperature of container/cooler?	Yes	No	3.0 C
Shipping container/cooler in good condition?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Custody Seals intact on shipping container/cooler?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<u>Not present</u>
Custody Seals intact on sample bottles?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Not present
Chain of custody present?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Sample Instructions complete on Chain of Custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Chain of Custody signed when relinquished and received?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Chain of custody agrees with sample label(s)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Container labels legible and intact?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Sample Matrix and properties same as on chain of custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Samples in proper container/bottle?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Samples properly preserved?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Sample bottles intact?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Preservations documented on Chain of Custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Containers documented on Chain of Custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Sufficient sample amount for indicated test?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
All samples received within sufficient hold time?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
VOC samples have zero headspace?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<u>Not Applicable</u>

Other observations:

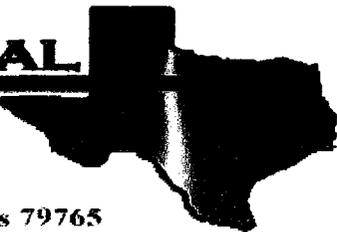
Variance Documentation:

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

Regarding: _____

Corrective Action Taken:

E NVIRONMENTAL
LAB OF



12600 West I-20 East - Odessa, Texas 79765

Analytical Report

Prepared for:

Kim Baker

Elke Environmental

P.O. Box 14167

Odessa, TX 79768

Project: Saber Resources

Project Number: None Given

Location: FM Hollyway

Lab Order Number: 6G20001

Report Date: 07/24/06

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: Saber Resources
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
SP 2 4pt Comp.	6G20001-01	Soil	07/18/06 16:00	07/19/06 17:17
SP 3 4pt Comp.	6G20001-02	Soil	07/18/06 16:10	07/19/06 17:17
SP 5 4pt Comp.	6G20001-03	Soil	07/19/06 09:00	07/19/06 17:17

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: Saber Resources
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884

Organics by GC
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
SP 2 4pt Comp. (6G20001-01) Soil									
Carbon Ranges C6-C12	J [6.42]	10.0	mg/kg dry	1	EG62121	07/21/06	07/21/06	EPA 8015M	J
Carbon Ranges C12-C28	106	10.0	"	"	"	"	"	"	
Carbon Ranges C28-C35	J [7.09]	10.0	"	"	"	"	"	"	J
Total Hydrocarbon nC6-nC35	106	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		106 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		129 %	70-130		"	"	"	"	
SP 3 4pt Comp. (6G20001-02) Soil									
Carbon Ranges C6-C12	J [9.03]	10.0	mg/kg dry	1	EG62121	07/21/06	07/21/06	EPA 8015M	J
Carbon Ranges C12-C28	571	10.0	"	"	"	"	"	"	
Carbon Ranges C28-C35	94.7	10.0	"	"	"	"	"	"	
Total Hydrocarbon nC6-nC35	666	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		106 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		142 %	70-130		"	"	"	"	S-04
SP 5 4pt Comp. (6G20001-03) Soil									
Carbon Ranges C6-C12	J [8.13]	10.0	mg/kg dry	1	EG62121	07/21/06	07/21/06	EPA 8015M	J
Carbon Ranges C12-C28	344	10.0	"	"	"	"	"	"	
Carbon Ranges C28-C35	39.1	10.0	"	"	"	"	"	"	
Total Hydrocarbon nC6-nC35	383	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		107 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		136 %	70-130		"	"	"	"	S-04

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: Saber Resources
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884

General Chemistry Parameters by EPA / Standard Methods
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
SP 2 4pt Comp. (6G20001-01) Soil									
Chloride	613	20.0	mg/kg	40	EG62409	07/24/06	07/24/06	EPA 300.0	
% Moisture	4.1	0.1	%	1	EG62111	07/20/06	07/21/06	% calculation	
SP 3 4pt Comp. (6G20001-02) Soil									
Chloride	47.3	5.00	mg/kg	10	EG62409	07/24/06	07/24/06	EPA 300.0	
% Moisture	15.6	0.1	%	1	EG62111	07/20/06	07/21/06	% calculation	
SP 5 4pt Comp. (6G20001-03) Soil									
Chloride	940	20.0	mg/kg	40	EG62409	07/24/06	07/24/06	EPA 300.0	
% Moisture	11.0	0.1	%	1	EG62111	07/20/06	07/21/06	% calculation	

Environmental Lab of Texas

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Page 3 of 8

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: Saber Resources
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884

**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 EG62121 - Solvent Extraction (GC)										
Blank (EG62121-BLK1) Prepared & Analyzed: 07/21/06										
Carbon Ranges C6-C12	ND	10.0	mg/kg wet							
Carbon Ranges C12-C28	ND	10.0	"							
Carbon Ranges C28-C35	ND	10.0	"							
Total Hydrocarbon nC6-nC35	ND	10.0	"							
Surrogate: 1-Chlorooctane	47.9		mg/kg	50.0		95.8	70-130			
Surrogate: 1-Chlorooctadecane	45.6		"	50.0		91.2	70-130			
LCS (EG62121-BS1) Prepared & Analyzed: 07/21/06										
Carbon Ranges C6-C12	451	10.0	mg/kg wet	500		90.2	75-125			
Carbon Ranges C12-C28	487	10.0	"	500		97.4	75-125			
Carbon Ranges C28-C35	ND	10.0	"	0.00			75-125			
Total Hydrocarbon nC6-nC35	938	10.0	"	1000		93.8	75-125			
Surrogate: 1-Chlorooctane	63.3		mg/kg	50.0		127	70-130			
Surrogate: 1-Chlorooctadecane	55.2		"	50.0		110	70-130			
Calibration Check (EG62121-CCV1) Prepared & Analyzed: 07/21/06										
Carbon Ranges C6-C12	203		mg/kg	250		81.2	80-120			
Carbon Ranges C12-C28	271		"	250		108	80-120			
Total Hydrocarbon nC6-nC35	474		"	500		94.8	80-120			
Surrogate: 1-Chlorooctane	58.5		"	50.0		117	70-130			
Surrogate: 1-Chlorooctadecane	61.8		"	50.0		124	70-130			
Matrix Spike (EG62121-MS1) Prepared & Analyzed: 07/21/06										
Source: 6G20014-01										
Carbon Ranges C6-C12	550	10.0	mg/kg dry	607	ND	90.6	75-125			
Carbon Ranges C12-C28	587	10.0	"	607	ND	96.7	75-125			
Carbon Ranges C28-C35	ND	10.0	"	0.00	ND		75-125			
Total Hydrocarbon nC6-nC35	1140	10.0	"	1210	ND	94.2	75-125			
Surrogate: 1-Chlorooctane	71.7		mg/kg	100		71.7	70-130			
Surrogate: 1-Chlorooctadecane	72.6		"	100		72.6	70-130			

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: Saber Resources
Project Number: None Given
Project Manager: Kim Baker

Fax: (432) 366-0884

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 EG62121 - Solvent Extraction (GC)

Matrix Spike Dup (EG62121-MSD1)

Source: 6G20014-01

Prepared & Analyzed: 07/21/06

Carbon Ranges C6-C12	552	10.0	mg/kg dry	607	ND	90.9	75-125	0.363	20	
Carbon Ranges C12-C28	593	10.0	"	607	ND	97.7	75-125	1.02	20	
Carbon Ranges C28-C35	ND	10.0	"	0.00	ND		75-125		20	
Total Hydrocarbon nC6-nC35	1140	10.0	"	1210	ND	94.2	75-125	0.00	20	
Surrogate: 1-Chlorooctane	71.5		mg/kg	100		71.5	70-130			
Surrogate: 1-Chlorooctadecane	76.7		"	100		76.7	70-130			

Elke Environmental
P.O. Box 14167
Odessa TX, 79768

Project: Saber Resources
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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 EG62111 - General Preparation (Prep)										
Blank (EG62111-BLK1) Prepared: 07/20/06 Analyzed: 07/21/06										
% Solids	100		%							
Duplicate (EG62111-DUP1) Source: 6G20001-01 Prepared: 07/20/06 Analyzed: 07/21/06										
% Solids	95.9		%		95.9			0.00	20	
Duplicate (EG62111-DUP2) Source: 6G20003-15 Prepared & Analyzed: 07/21/06										
% Solids	88.0		%		87.5			0.570	20	
Duplicate (EG62111-DUP3) Source: 6G20014-09 Prepared & Analyzed: 07/21/06										
% Solids	86.7		%		86.7			0.00	20	
Duplicate (EG62111-DUP4) Source: 6G20013-04 Prepared & Analyzed: 07/21/06										
% Solids	93.6		%		93.6			0.00	20	
Batch EG62409 - General Preparation (WetChem)										
Blank (EG62409-BLK1) Prepared & Analyzed: 07/24/06										
Chloride	ND	0.500	mg/kg							
LCS (EG62409-BS1) Prepared & Analyzed: 07/24/06										
Chloride	9.18	0.500	mg/kg	10.0		91.8	80-120			
Calibration Check (EG62409-CCV1) Prepared & Analyzed: 07/24/06										
Chloride	9.97		mg/L	10.0		99.7	80-120			
Duplicate (EG62409-DUP1) Source: 6G20001-01 Prepared & Analyzed: 07/24/06										
Chloride	575	20.0	mg/kg		613			6.40	20	

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Project: Saber Resources
Project Number: None Given
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Notes and Definitions

S-04 The surrogate recovery for this sample is outside of established control limits due to a sample matrix effect.
J Detected but below the Reporting Limit; therefore, result is an estimated concentration (CLP J-Flag).
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:

Raland K Tuttle

Date:

7/24/2006

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

Jeanne Mc Murrey, Inorg. Tech Director
LaTasha Cornish, Chemist
Sandra Sanchez, Lab Tech.

This material is intended only for the use of the individual (s) or entity to whom it is addressed, and may contain information that is privileged and confidential.

If you have received this material in error, please notify us immediately at 432-563-1800.

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 8 of 8

**Environmental Lab of Texas
Variance / Corrective Action Report – Sample Log-In**

Client: Elke Env.
 Date/Time: 7/19/06 17:17
 Order #: 6620001
 Initials: CK

Sample Receipt Checklist

Temperature of container/cooler?	Yes	No	10	C
Shipping container/cooler in good condition?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Custody Seals intact on shipping container/cooler?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Not present	
Custody Seals intact on sample bottles?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Not present	
Chain of custody present?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Sample Instructions complete on Chain of Custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Chain of Custody signed when relinquished and received?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Chain of custody agrees with sample label(s)	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Container labels legible and intact?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Sample Matrix and properties same as on chain of custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Samples in proper container/bottle?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Samples properly preserved?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Sample bottles intact?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Preservations documented on Chain of Custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Containers documented on Chain of Custody?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
Sufficient sample amount for indicated test?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
All samples received within sufficient hold time?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
QC samples have zero headspace?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Nct Applicable	

Other observations:

Variance Documentation:

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

Corrective Action Taken:

PHOTOGRAPHIC DOCUMENTATION
Saber Resources, LLC
Lea County, New Mexico



39. F.M. Holloway #1 SWD Facility - diked spill area, east of facility.



40. F.M. Holloway #1 SWD Facility - trench open hole at southwest corner of diked spill area.

PHOTOGRAPHIC DOCUMENTATION

Saber Resources, LLC
Lea County, New Mexico



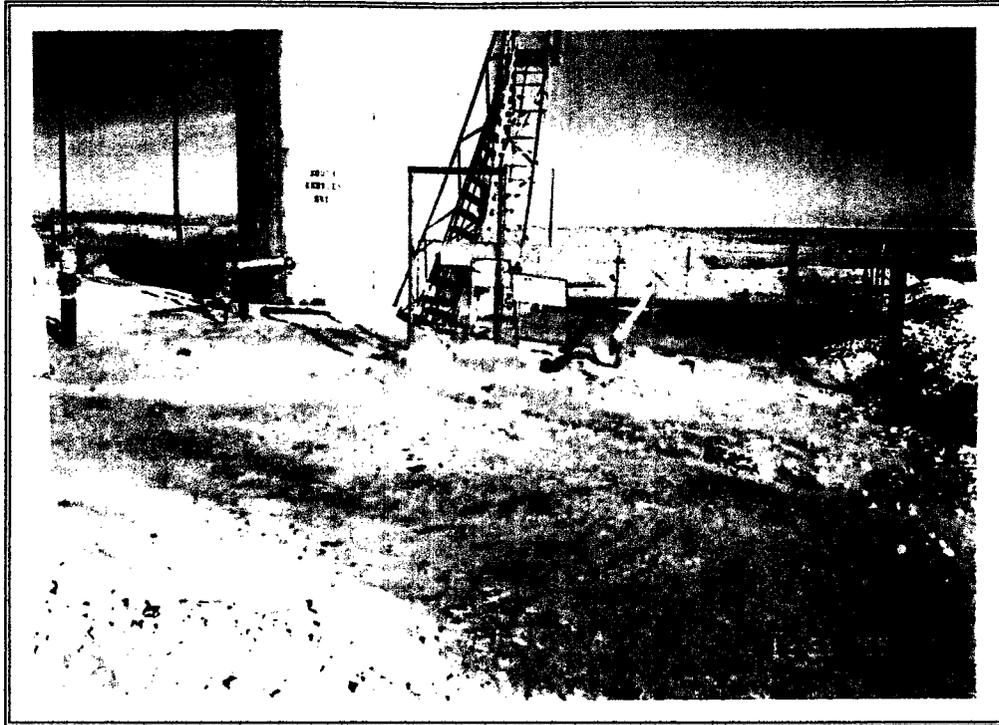
41. F.M. Holloway #1 SWD Facility - trench hole,
at southeast corner of diked spill area.



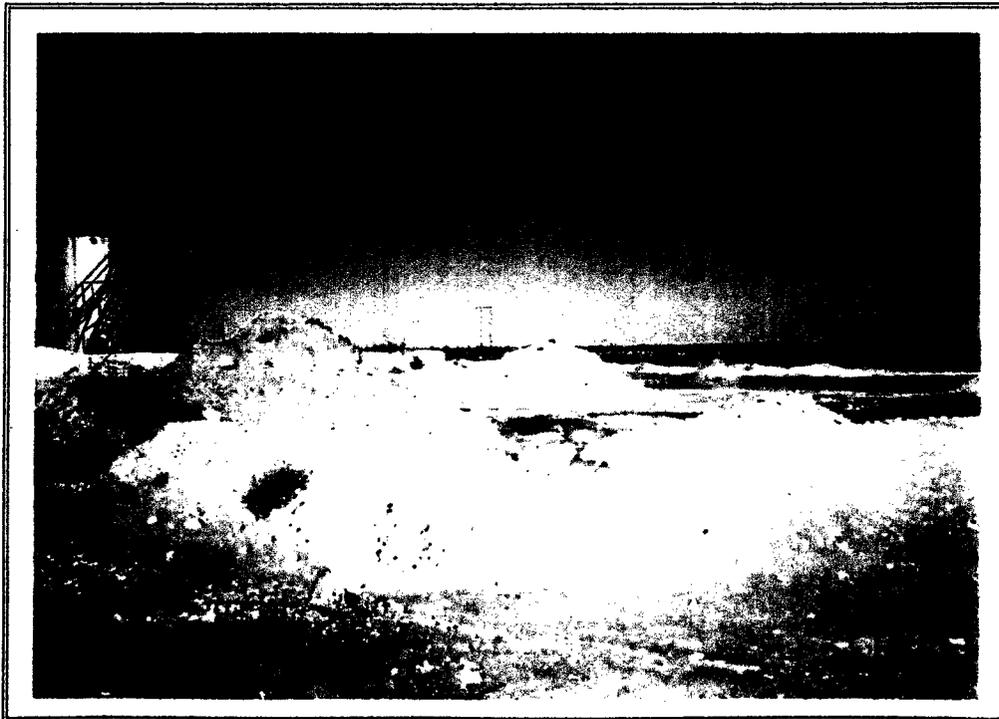
42. F.M. Holloway #1 SWD Facility - trench hole,
at northeast corner of diked spill area.

PHOTOGRAPHIC DOCUMENTATION

Saber Resources, LLC
Lea County, New Mexico



37. F.M. Holloway #1 SWD Facility - spills at facility.



38. F.M. Holloway #1 SWD Facility - diked spill area, east of facility.



4-27-06

South to North Excavation



4-27-06

East to West Excavation



North to South Excavation



4-27-06

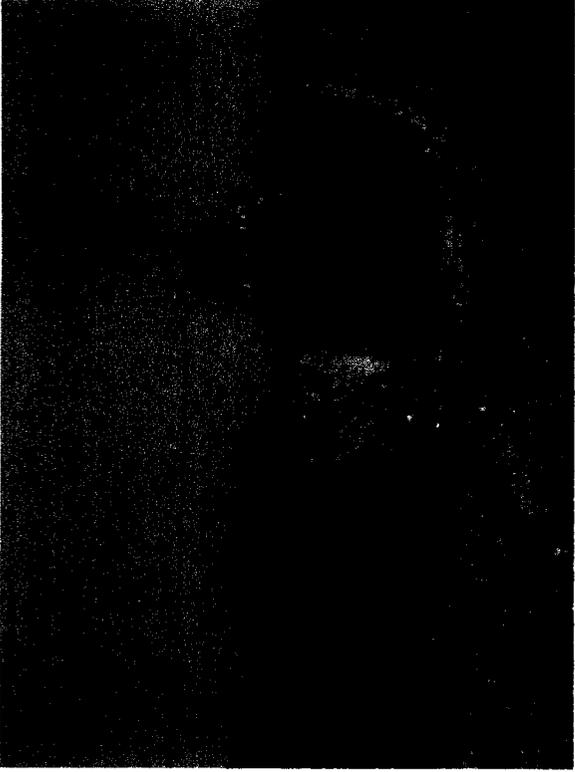
East to West Excavation



Blending Spoil Pile



Blending Spoil Pile



Blending Spoil Pile



Blending Spoil Pile



Backfilling to put in Liner South to North



Backfill to put in Liner



Backfilling to put in Liner South to North



Backfill to put in Liner



East to West Backfilled prior to Liner



North to South Backfilled prior to Liner



East to West Backfilled prior to Liner



North to South Backfilled prior to Liner



West to East Backfilled prior to Liner



West to East Backfilled prior to Liner



Backfilling to put in Liner South to North



Backfill to put in Liner



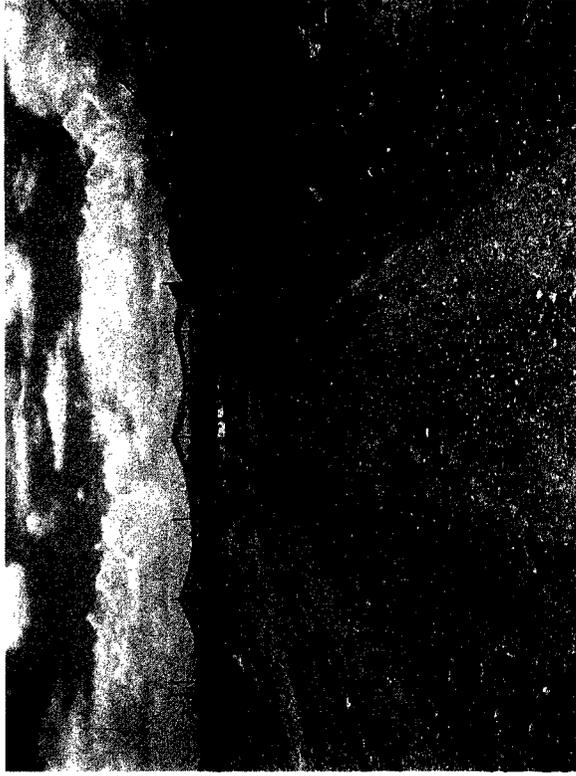
Backfilling to put in Liner South to North



Backfill to put in Liner



East to West Backfilled prior to Liner



North to South Backfilled prior to Liner



East to West Backfilled prior to Liner



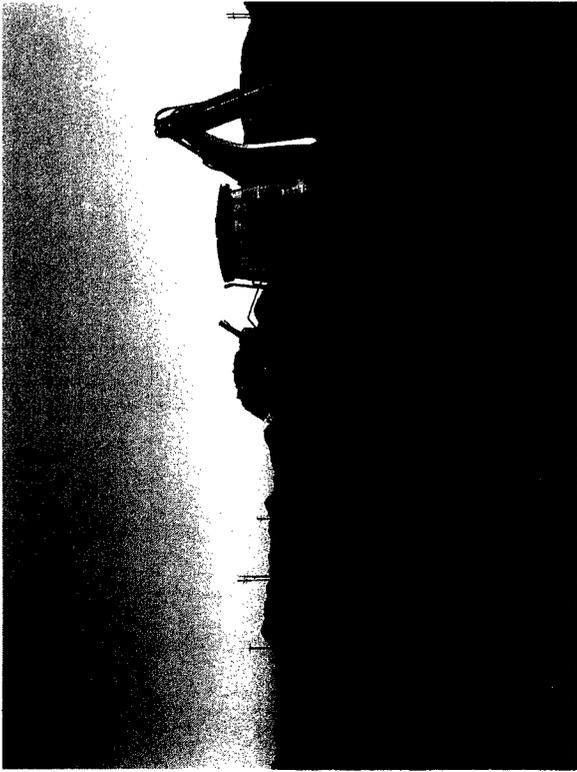
North to South Backfilled prior to Liner



West to East Backfilled prior to Liner



West to East Backfilled prior to Liner



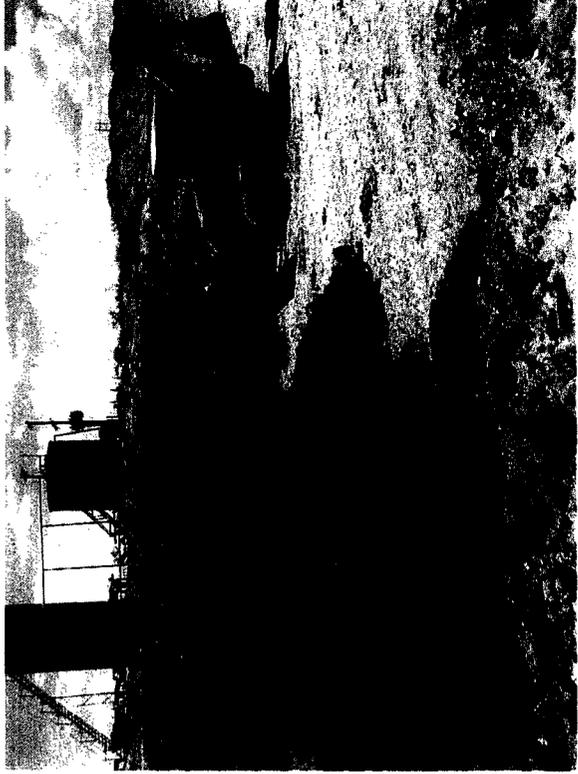
Mixing Clay for Liner



Putting in Liner



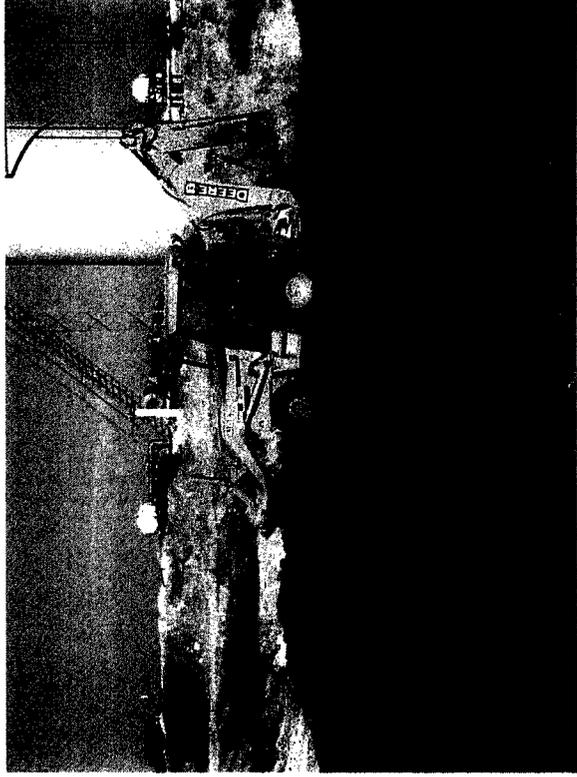
East to West Installing Liner



East to West Installing Liner



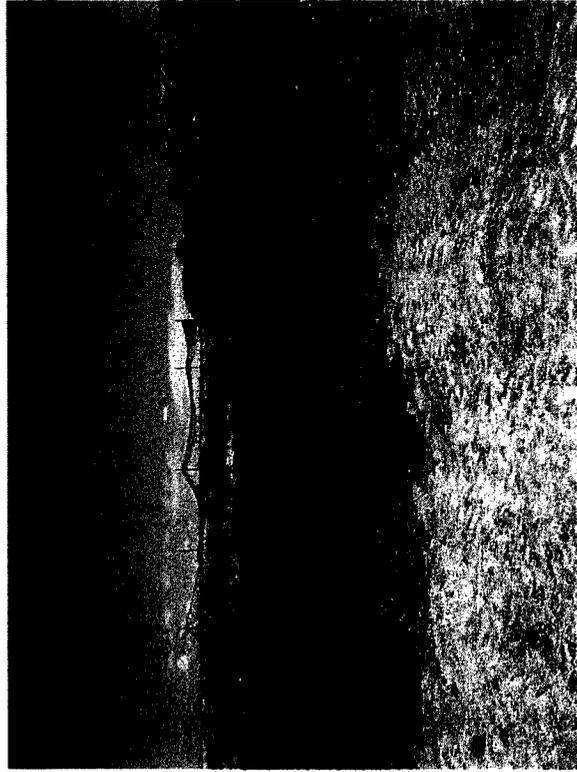
North to South Clay Liner



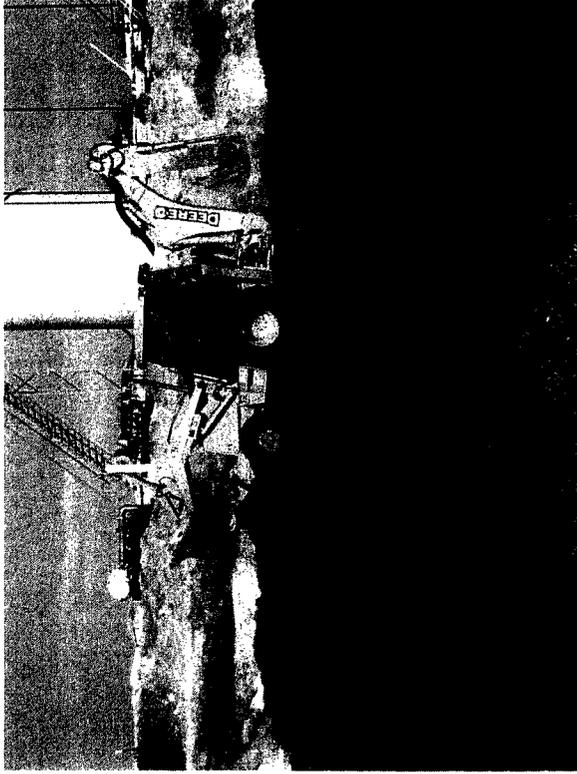
East to West Clay Liner being Installed



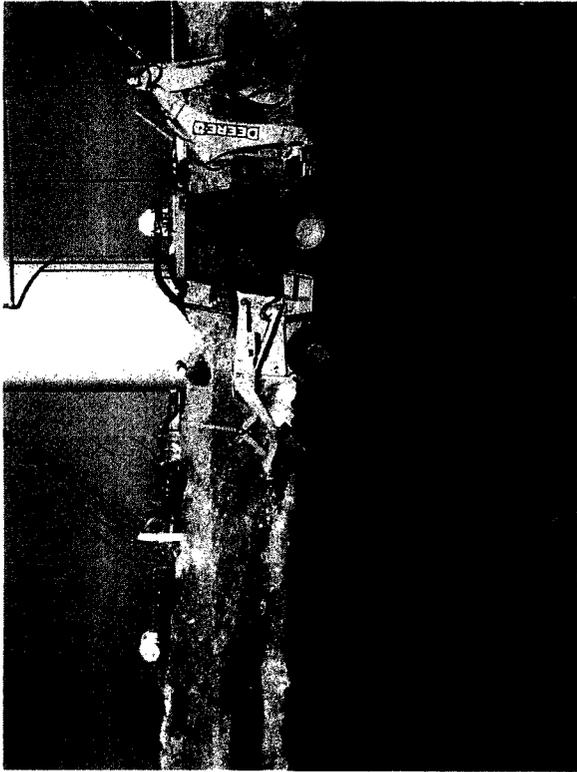
North to South Clay Liner



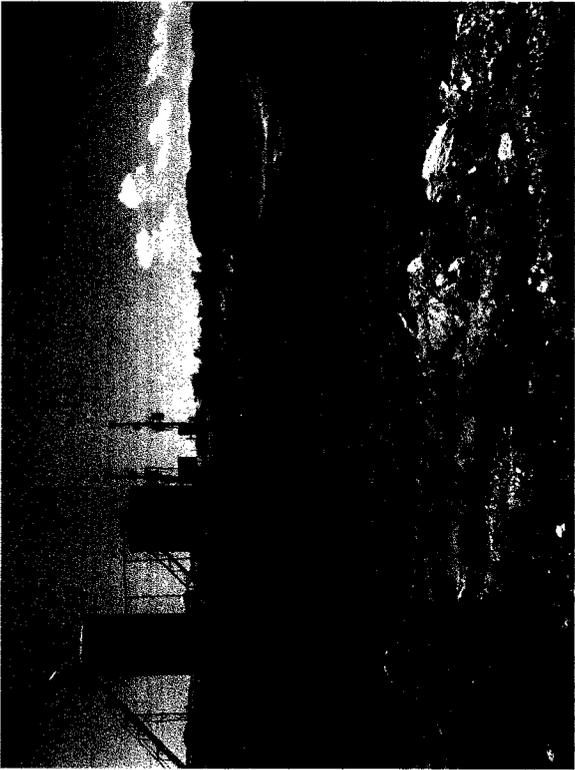
North to South Clay liner



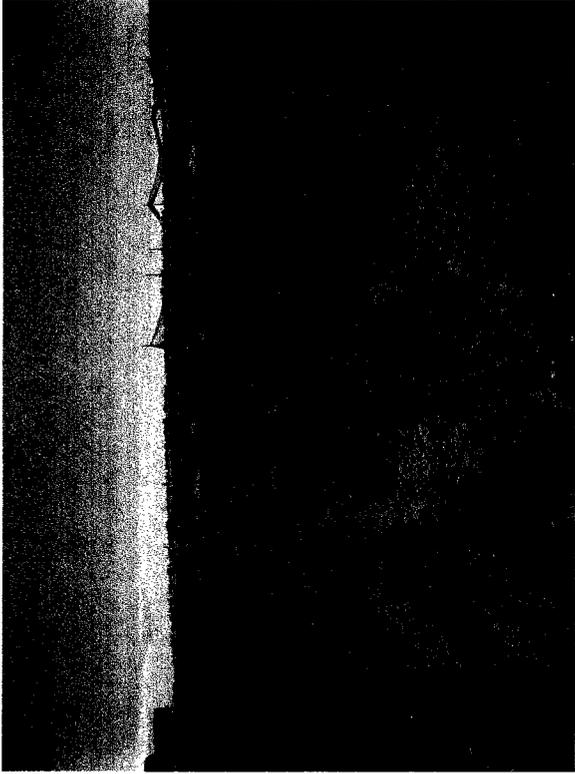
East to West Clay Liner being Installed



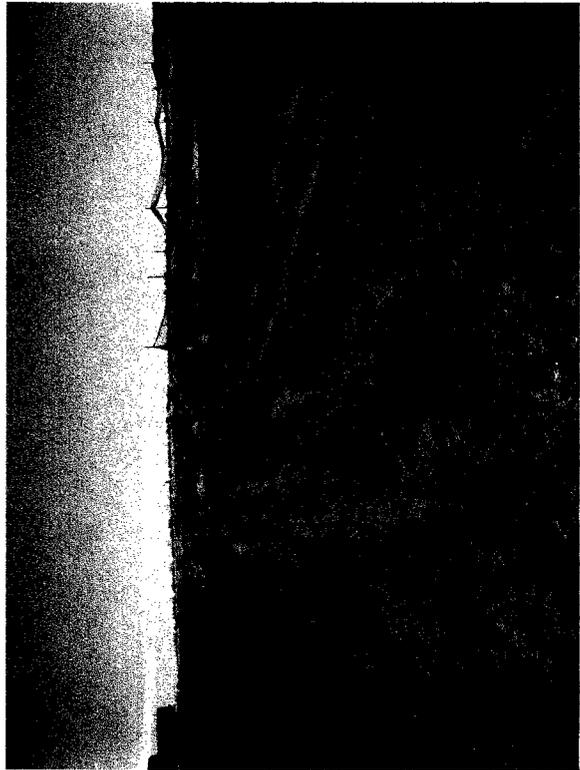
East to West Clay Liner being Installed



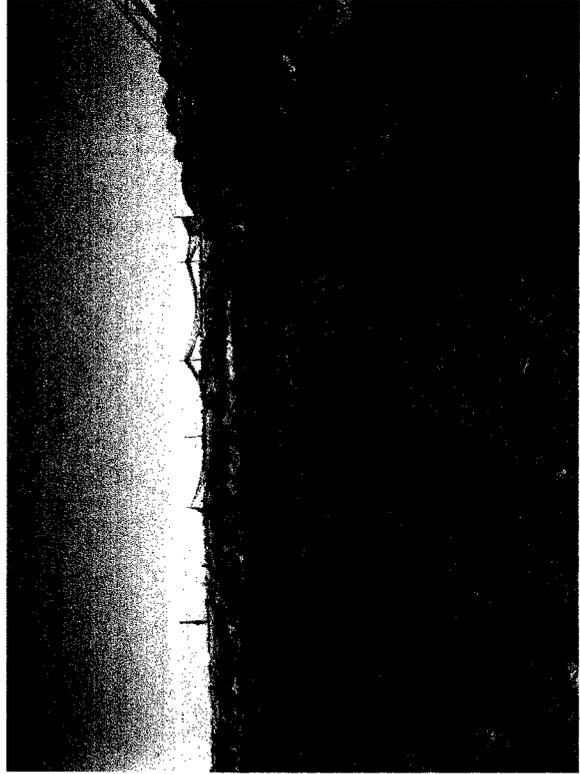
East to West Clay Liner Final



East to West Clay Liner Final



North to South Clay Liner Final



North to South Clay Liner Final



West to East Clay Liner Final



West to East Clay Liner Final



Excavating Clean to Blend with Contaminated Soil



Excavating Clean to Blend with Contaminated Soil



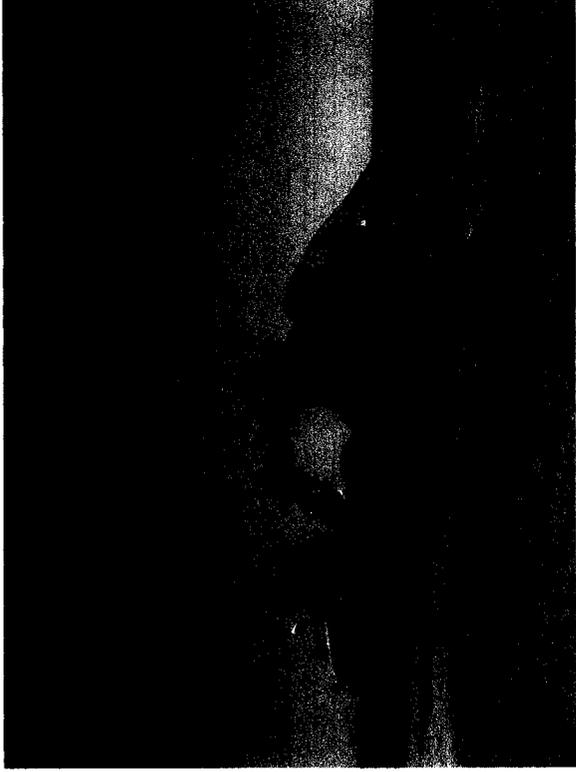
Excavating Clean to Blend with Contaminated Soil



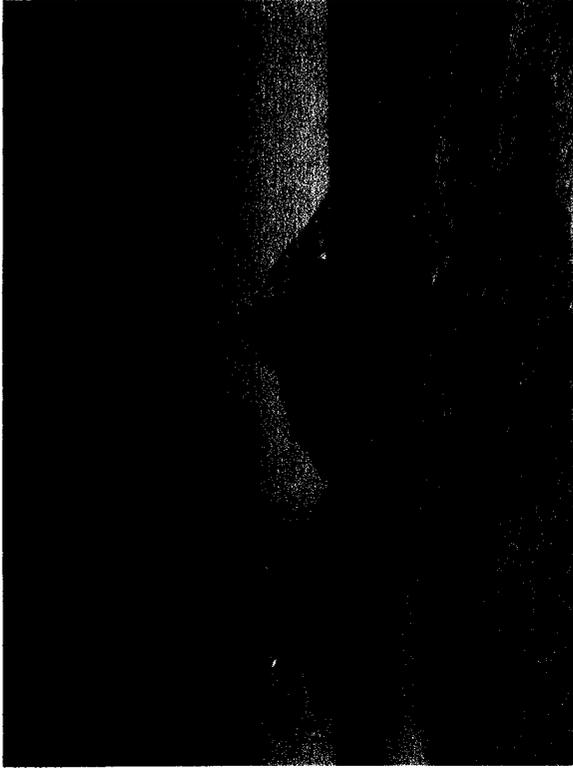
Excavating Clean to Blend with Contaminated Soil



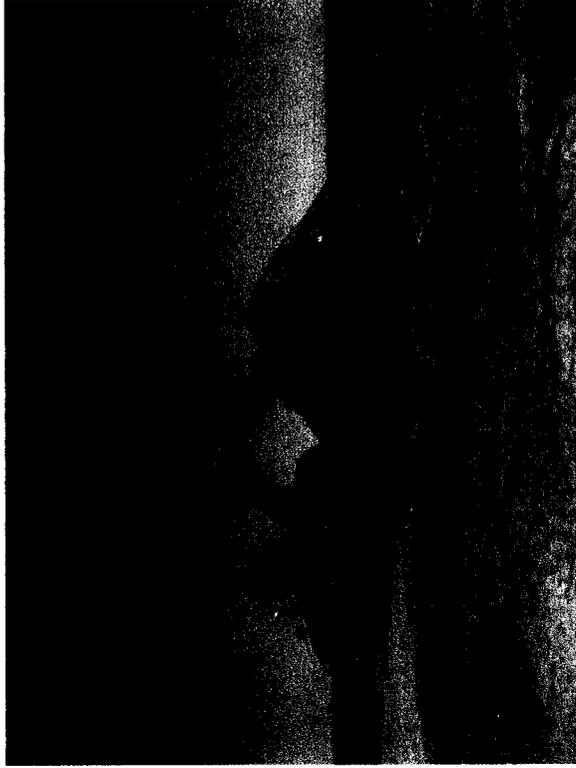
Blending Spoil Pile



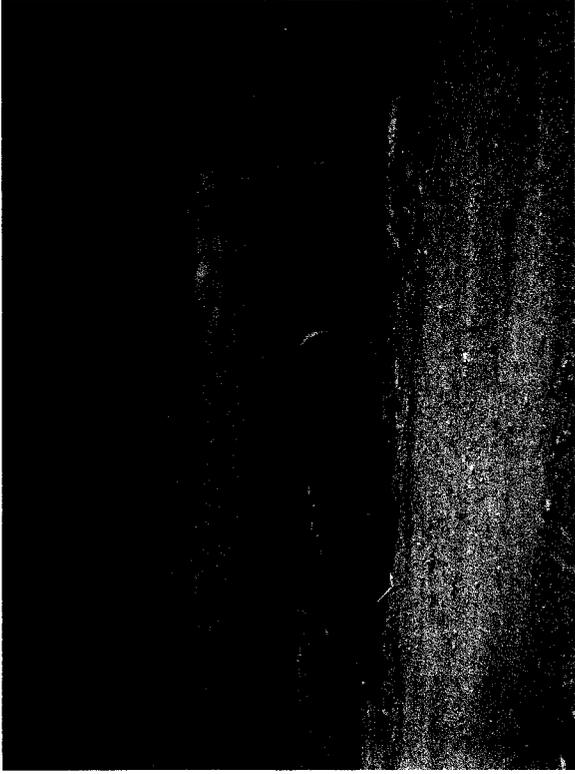
Blending Spoil Pile



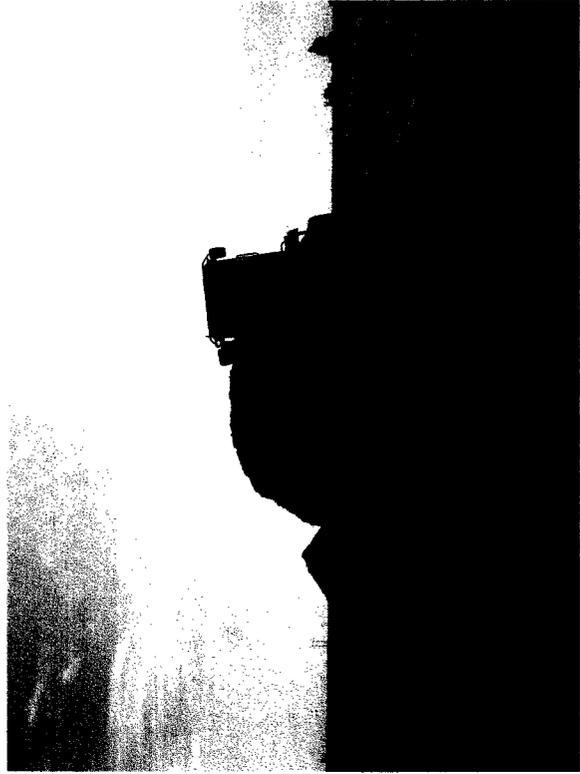
Blending Spoil Pile



Blending Spoil Pile



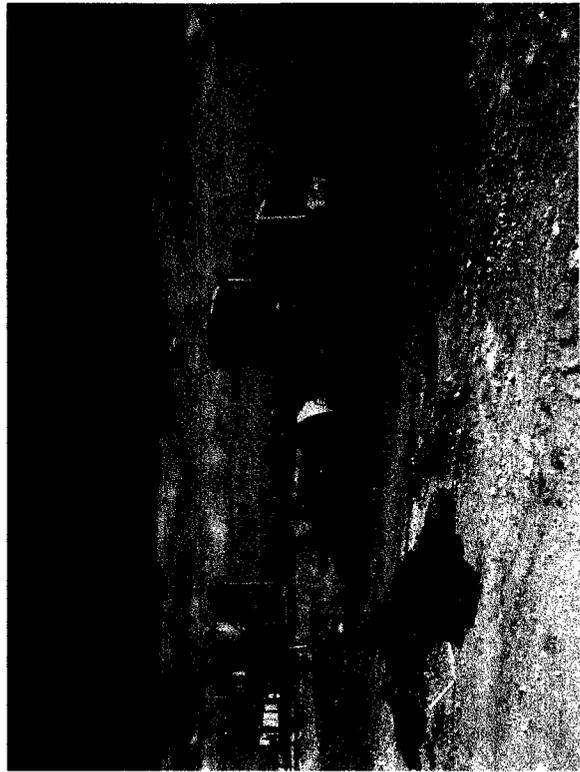
Backfilling With Loader



Backfilling With Loader



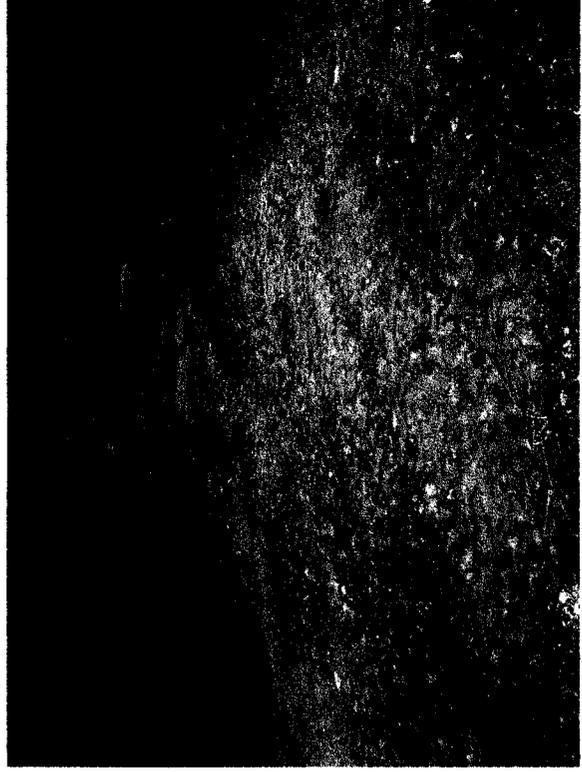
Backfilling With Loader



Backfilling With Loader



Backfilling Tank Battery



East to West Backfilled Tank Battery



Backfilling Tank Battery



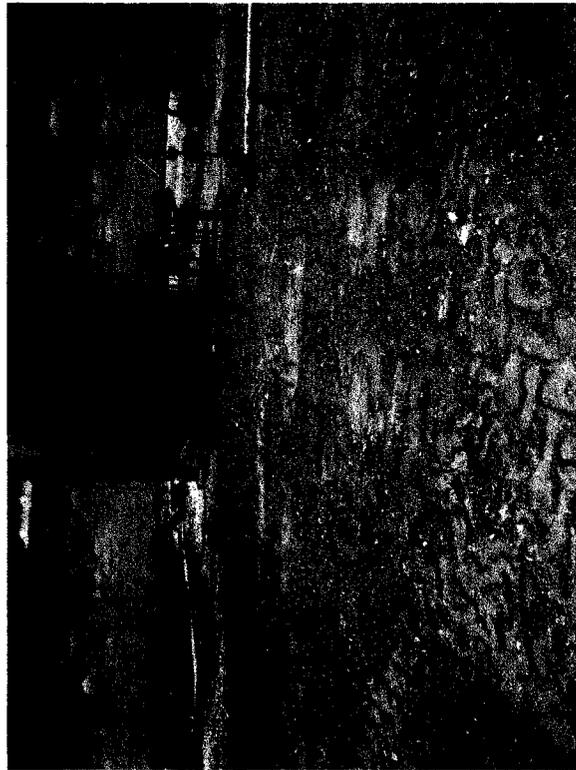
Backfilling Tank Battery



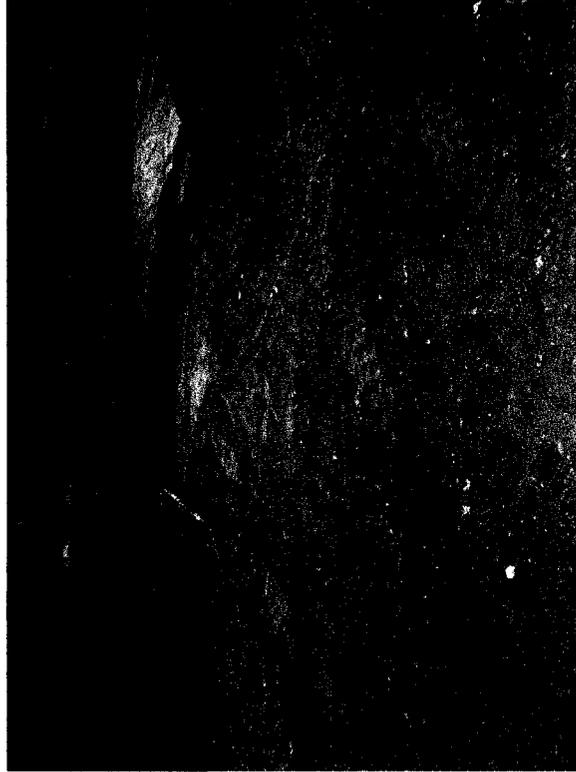
East to West Backfilled Tank Battery



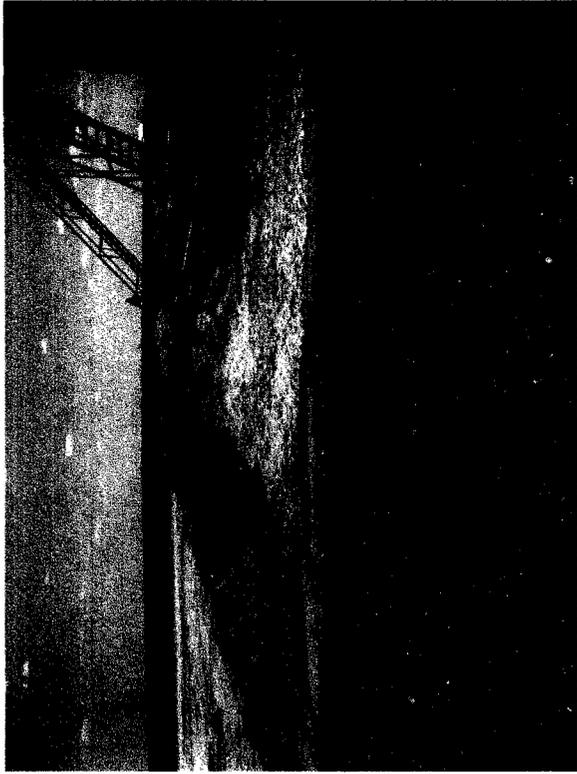
East to West Backfilled Tank Battery



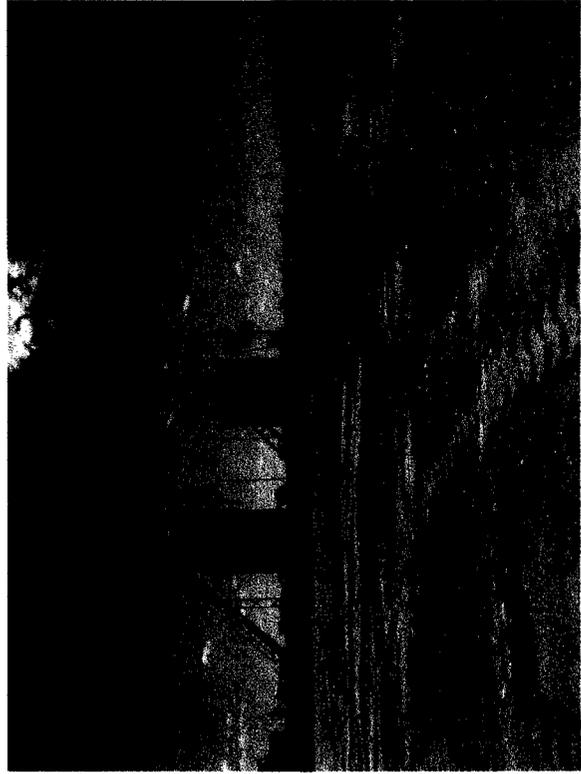
South to North Backfilled Tank Battery



South to North Backfilled Tank Battery



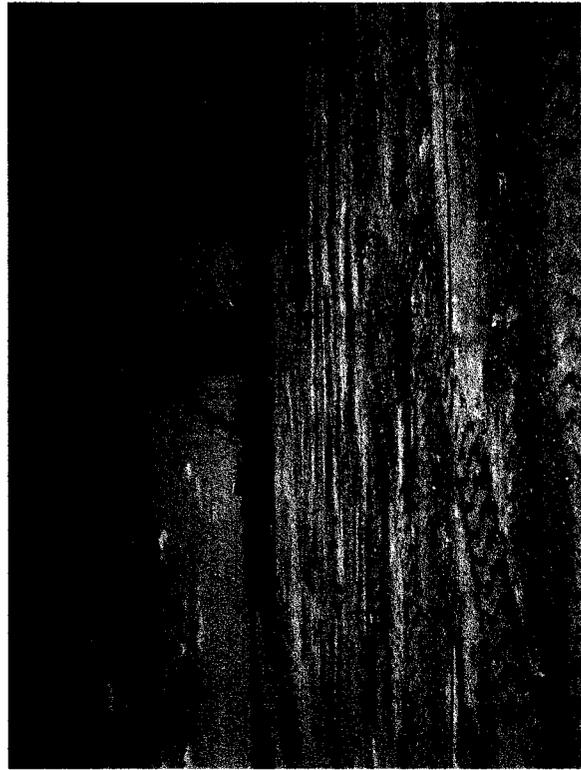
North to South Rebuilt Berm



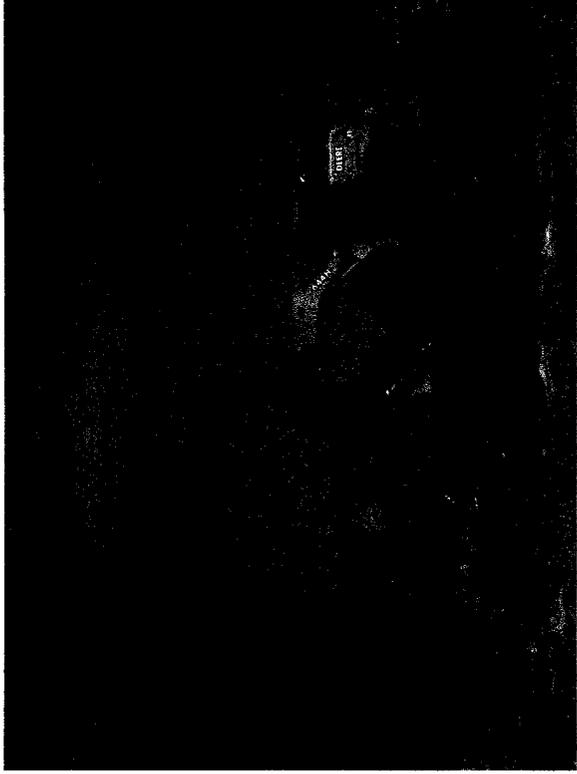
East to West Backfilled Spill Area



East to West Rebuilt Berm



East to West Backfilled Spill Area



Blending Spoil Piles



Spoil Piles



Blending Spoil Piles



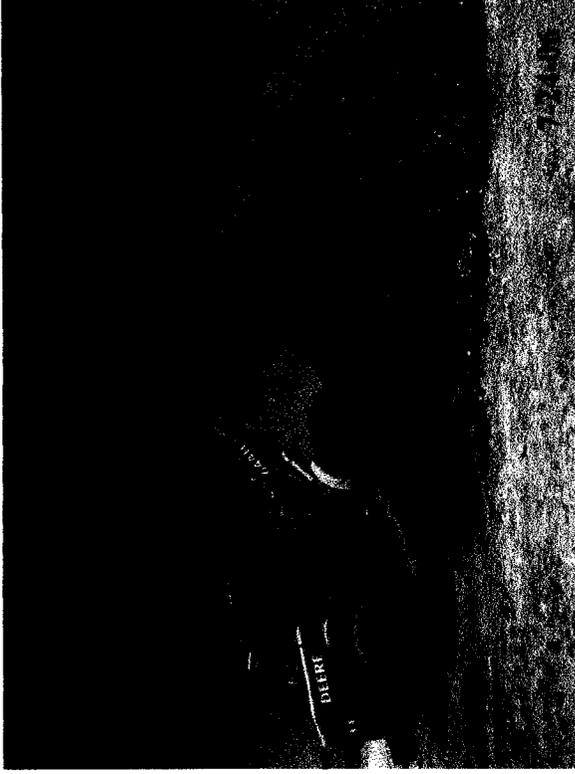
Spoil Piles



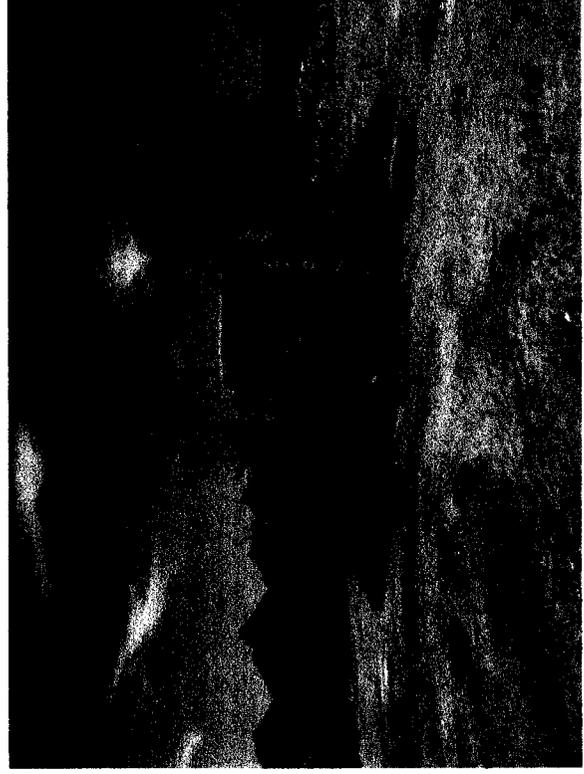
Spoil Piles left to Blend



Spoil Piles left to Blend



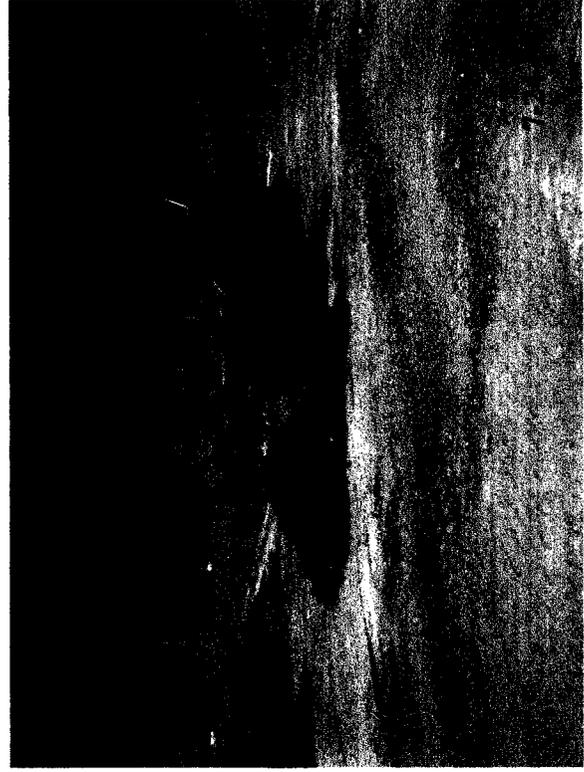
Blending Spoil Piles



Blending Spoil Piles



Blending Spoil Piles



Blending Spoil Piles



Excavating Clean



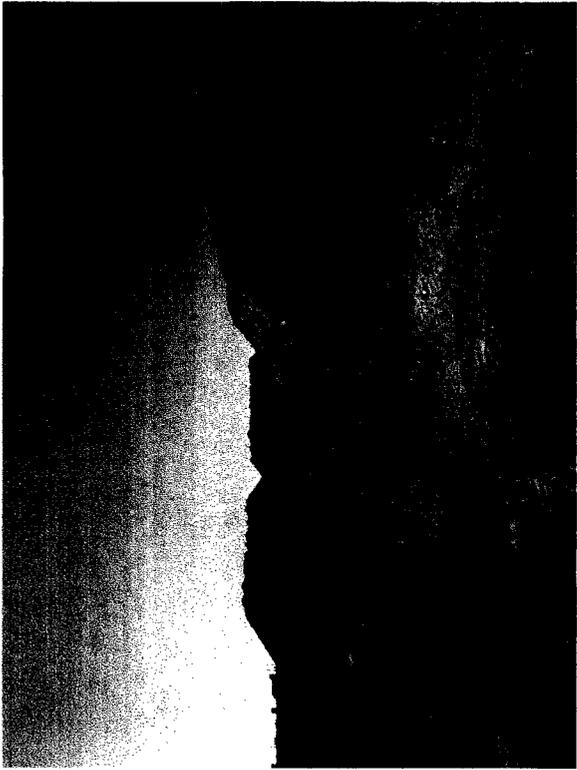
Blending Spoil Piles



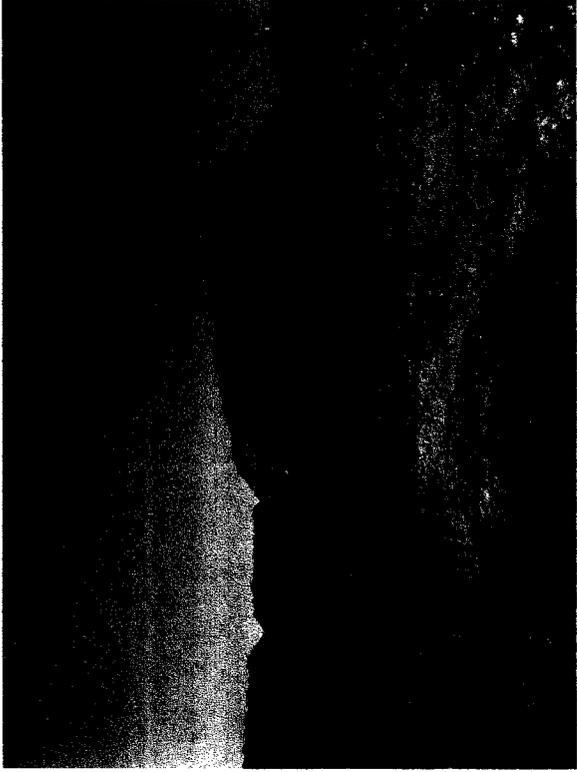
Excavating Clean



Blending Spoil Piles



Blended Spoil Piles



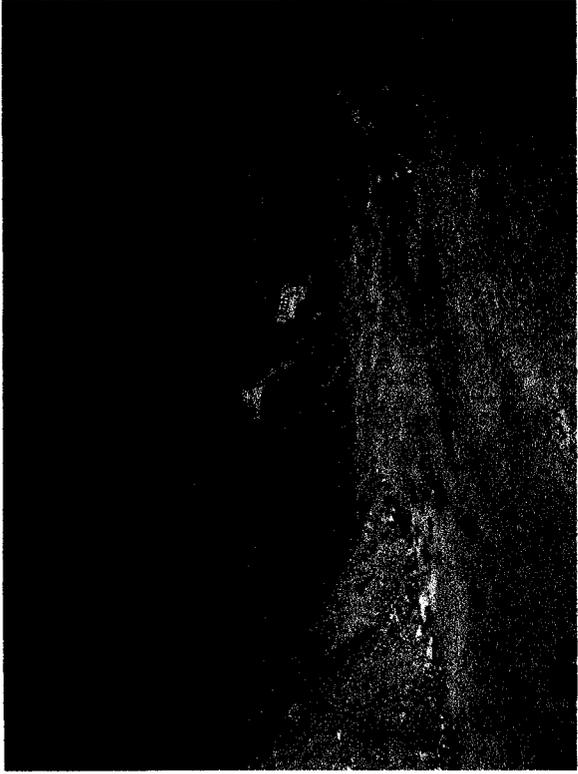
Blended Spoil Piles



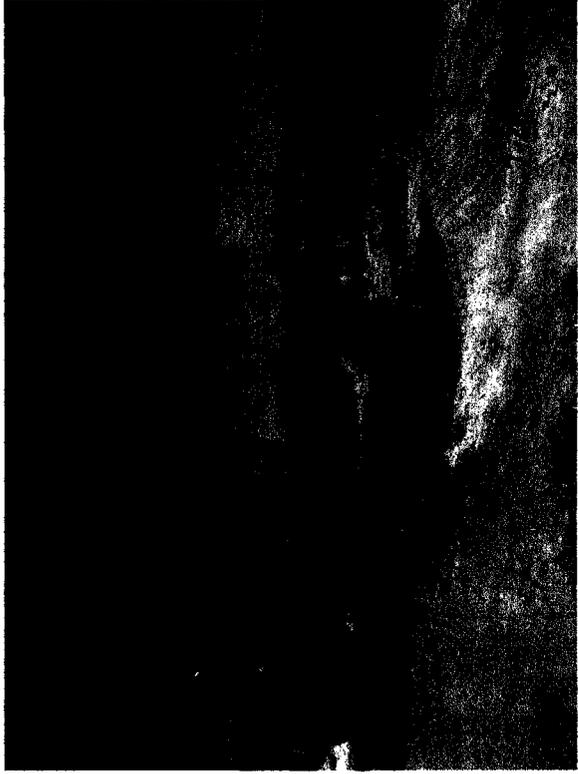
Excavated Area for Clean Material



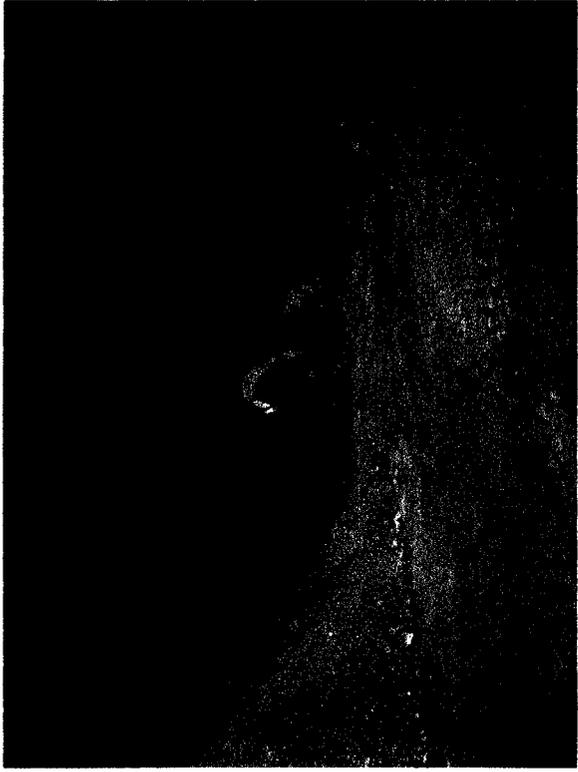
Excavated Area for Clean Material



Blending Spoil Piles



Backfilling Spoil Area



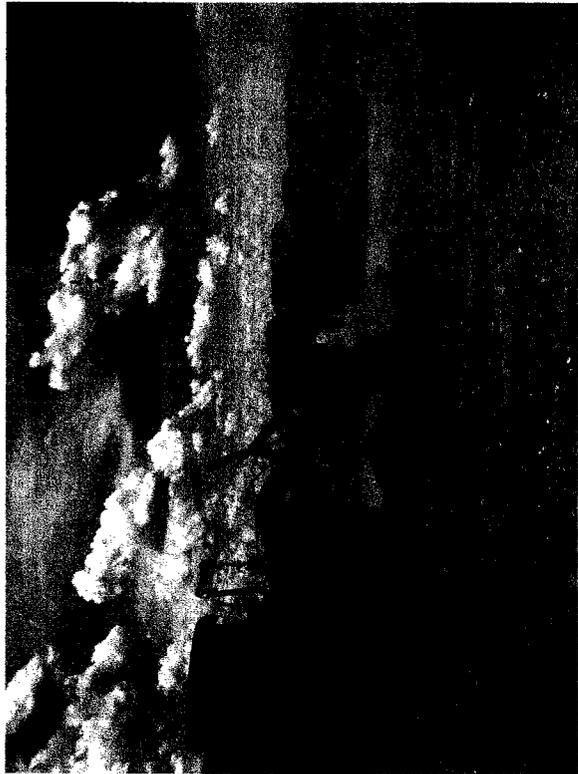
Blending Spoil Piles



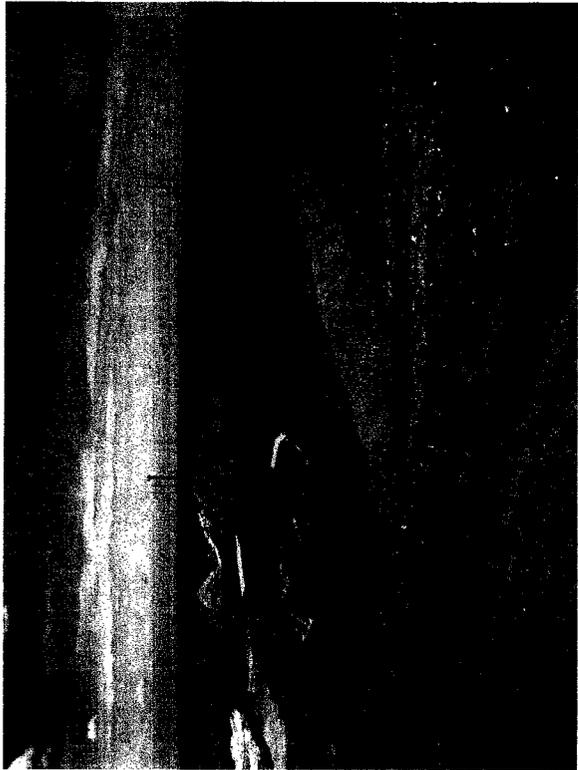
Backfilling Spoil Area



Blending Spoil Piles



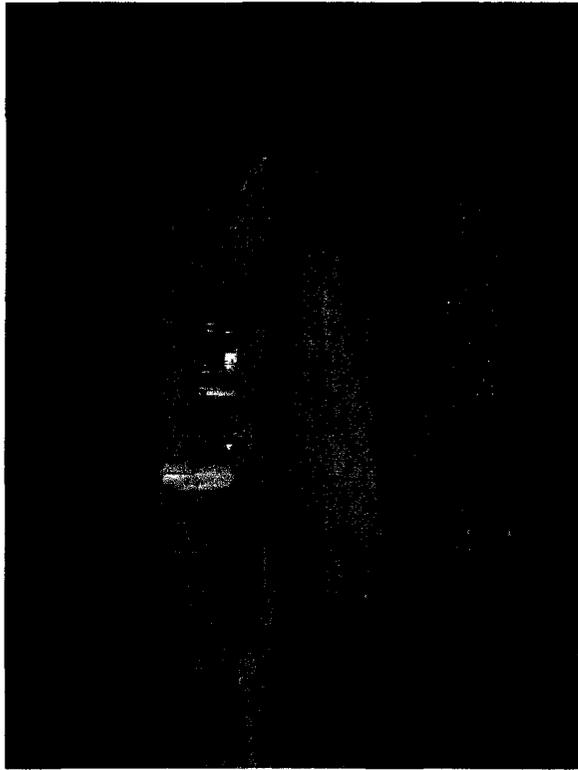
Backfilling Spill Area



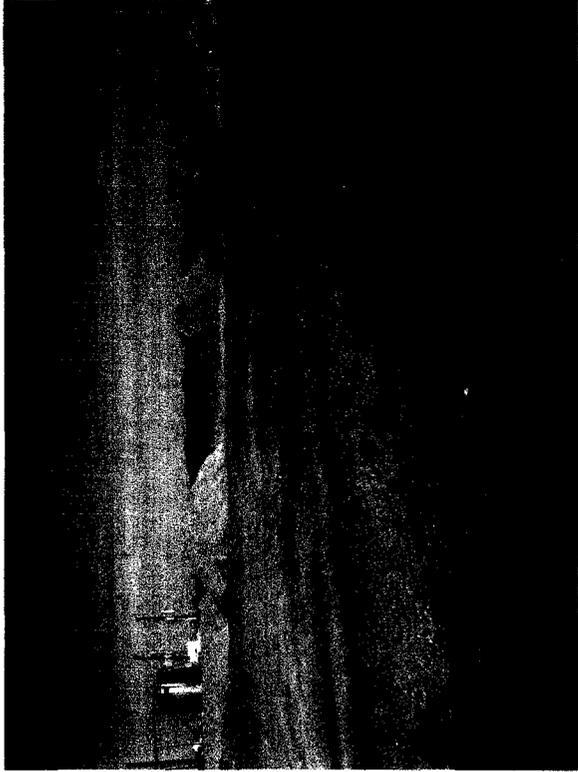
Blending Spoil Piles



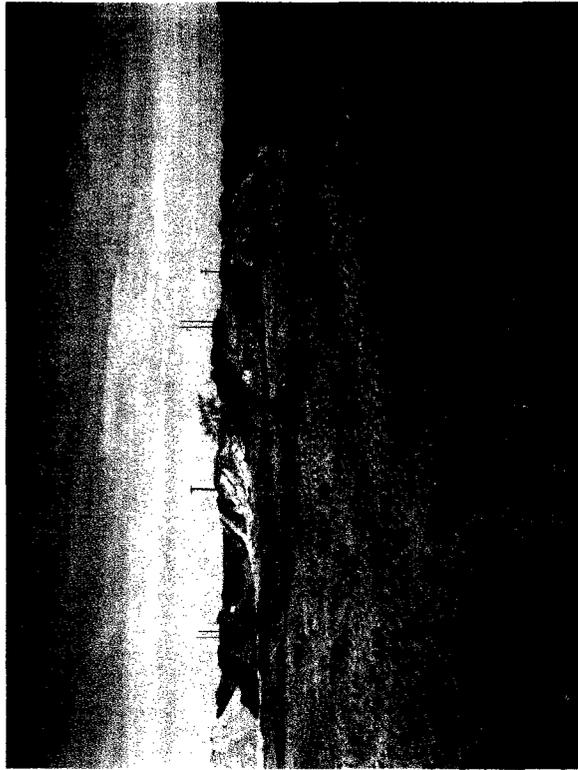
Backfilling Spill Area



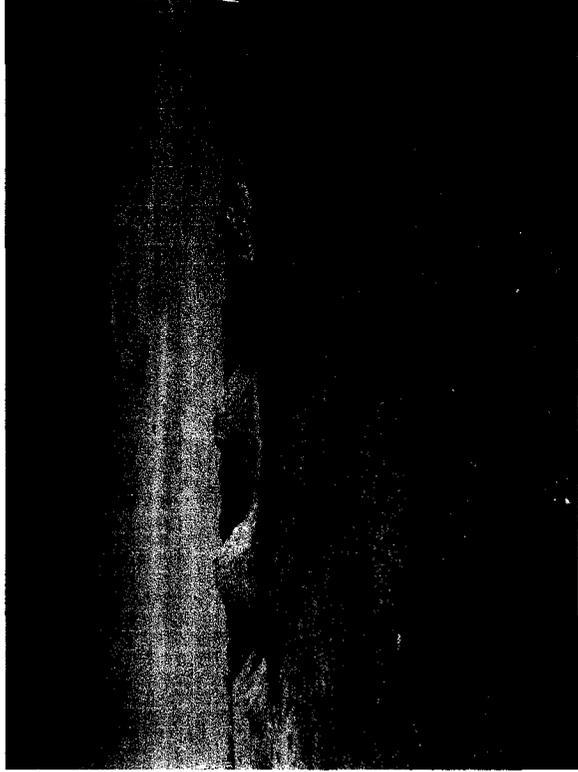
Backfill Area East to West



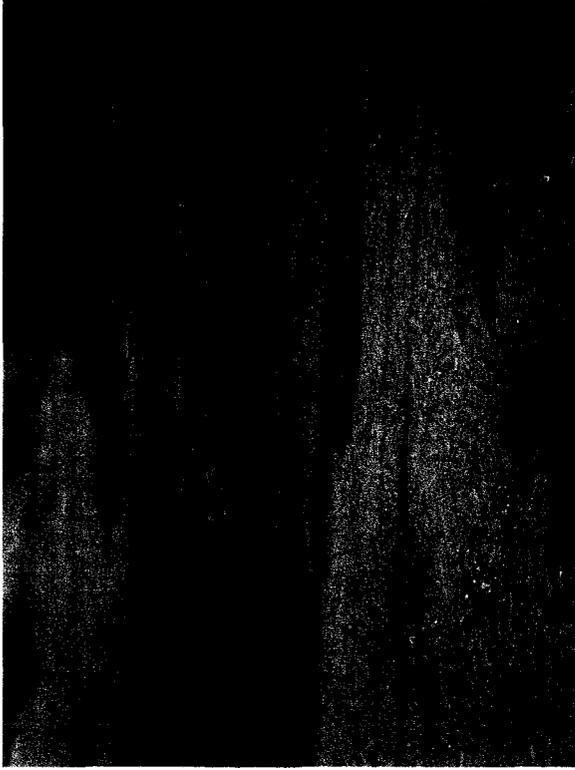
Backfill Area East to West



Backfill Area East to West



Backfill Area South to North



Backfilling with Dozer



Backfilling with Backhoe



Spoil Piles



Backfilling with Backhoe



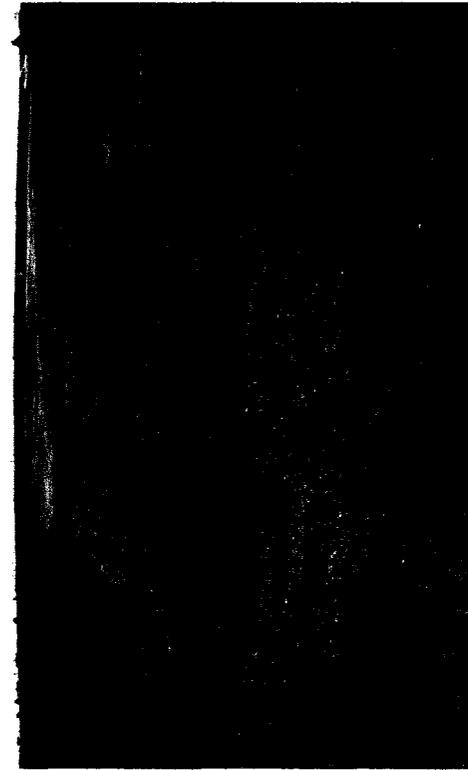
Backfilling Blended Material with Dozer



North to South Blended Material Backfilled



Backfilling Blended Material with Backhoe



North to South Blended Material Backfilled



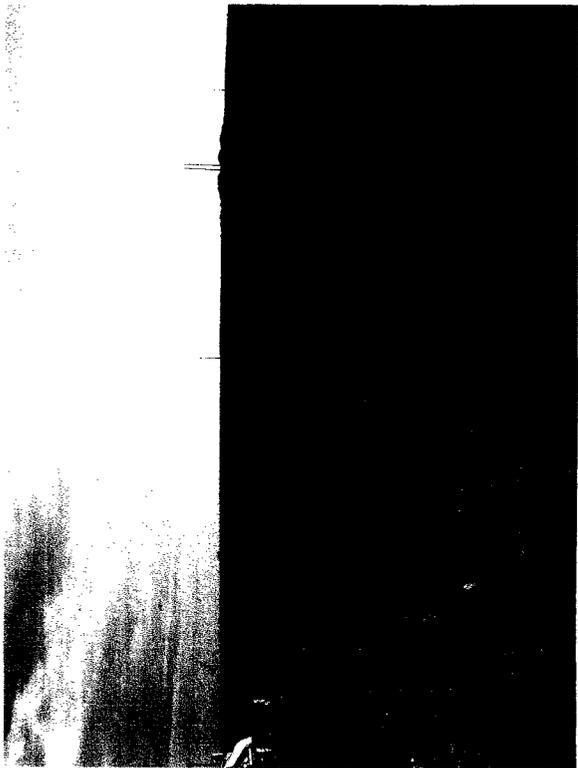
South to North Backfilling



North to South Backfilling



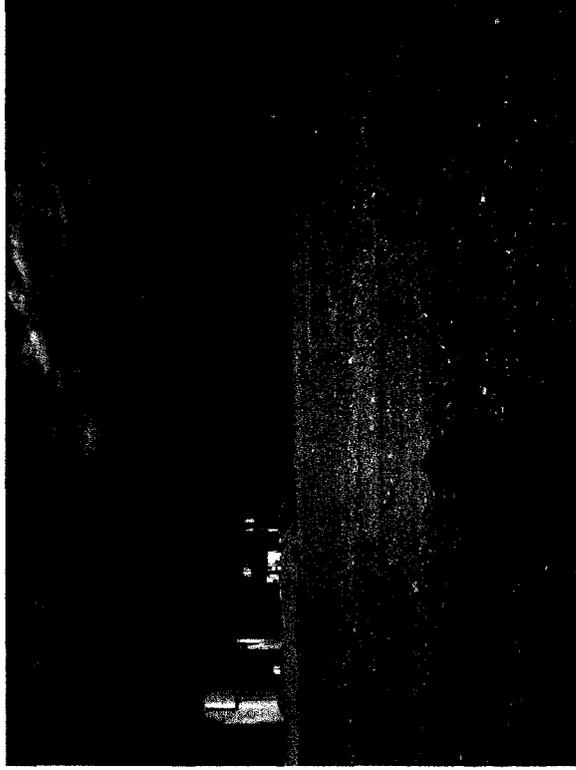
South to North Backfilling



South to North Backfilling



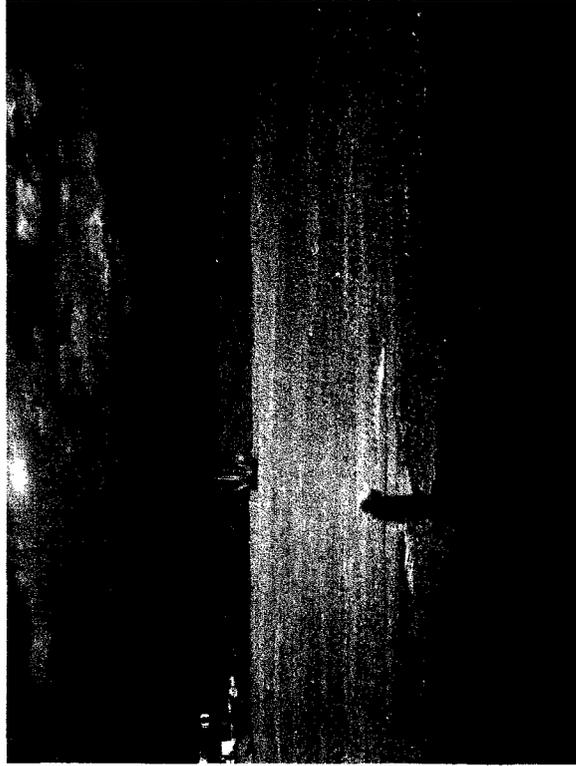
North to South Backfilled Spill Area



East to West Backfilled Area



North to South Backfilled Spill Area



East to West Backfilled Spill Area



Backfilling Top Soil



Backfilling Top Soil



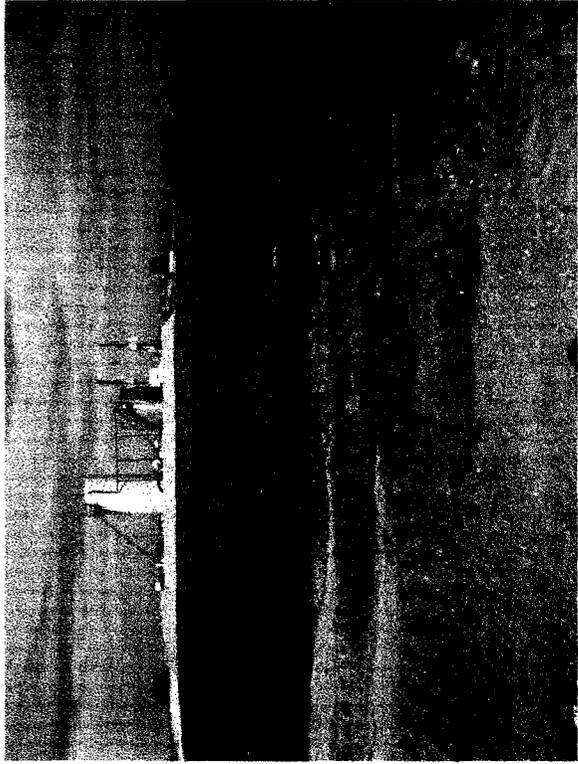
Backfilling Top Soil



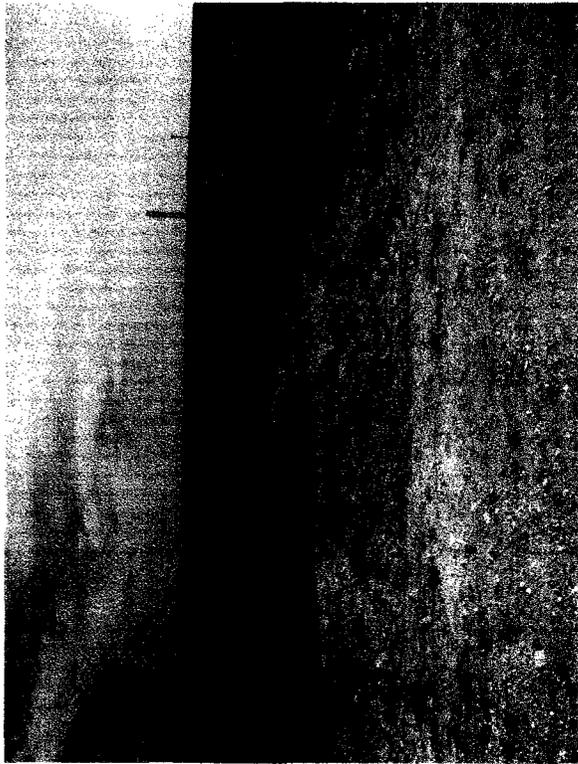
Backfilling Top Soil



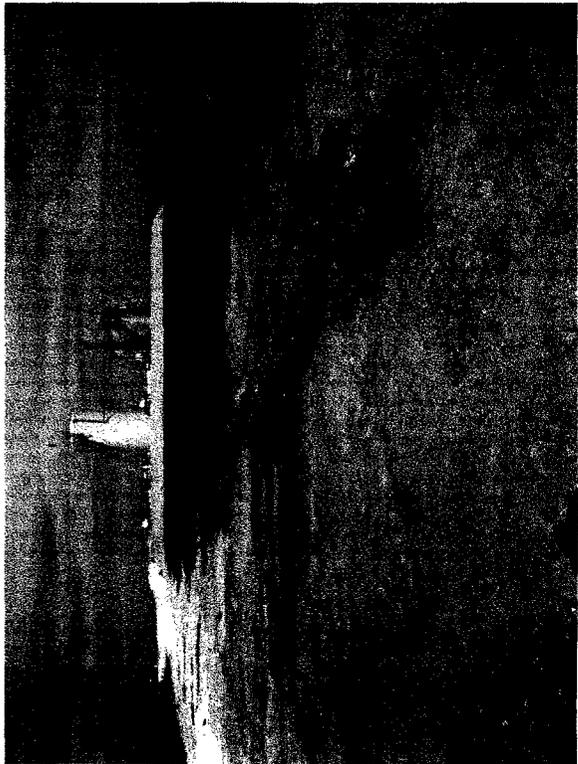
North to South Final



East to West Final



South to North Final



East to West Final

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

Form C-144
June 1, 2004

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes No

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: Saber Resources, LLC Telephone: 432-685-0169 e-mail address: DOUG@SABERRESOURCES.COM
 Address: 400 West Illinois, Suite 950 Midland, TX 79701
 Facility or well name: Holloway F.M. #1 SWD API #: 30025305920000 U/L or Qtr/Qtr H Sec 13 T 17s R 38e
 County: Lea Latitude _____ Longitude _____ NAD: 1927 1983
 Surface Owner: Federal State Private Indian

Pit	Below-grade tank	
Type: Drilling <input type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input type="checkbox"/> Thickness _____ mil Clay <input type="checkbox"/> Pit Volume _____ bbl	Volume: _____ bbl Type of fluid: _____ Construction material: _____ Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not.	
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) <u>58'</u>	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points)x (0 points)
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points) (0 points)x
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) (0 points)x
Ranking Score (Total Points)		10

If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if you are burying in place) onsite offsite If offsite, name of facility _____. (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No Yes If yes, show depth below ground surface _____ ft. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations.

Additional Comments:
 Site was started on 3-7-06 and the finish date was 8-3-06. Excavated to a depth of 24 feet blended material. Backfilled spill area up to a depth of four feet from surface and installed a clay liner and finished backfilling. Then put about six to eight inches of top soil on top of spill area and leveled site.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described 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 .

Date: 8-16-06
 Printed Name/Title: KIM BAKER FIELD SUPERVISOR Signature: [Signature]

Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.

Approval: CLOSURE APPROVAL
 Printed Name/Title: L. JOHNSON - ENVIRO ENGR Signature: [Signature] Date: 11-20-06