



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

2/19/2007

Warren American Oil
C/O Eddie Seay Consulting
601 W. Illinois
Hobbs, NM 88242

Re: Hobbs Unit #4

Dear Mr. Seay:

New Mexico Oil Conservation Division (OCD) personnel reviewed the closure report submitted by Warren American Oil (WAO) for the site referenced above. The closure is hereby approved according to information provided.

Please be advised that OCD approval does not relieve WAO of liability should operations result in contamination of surface water, groundwater, or the environment. In addition, OCD approval does not relieve WAO of responsibility for compliance with other federal, state or local laws and or regulations.

If you have any questions or need assistance please write or call: 505-393-6161 ext. 102, or e-mail chris.williams@state.nm.us.

Sincerely,

NMOCD District 1 Supervisor

RP
#1161

**WARREN AMERICAN OIL
HOBBS UNIT #4
Unit N, Sect. 18, T. 20 S., R. 37 E.
GPS: 32 34' 04" N 103 17' 32" W**

CLOSURE REPORT



**Prepared by
Eddie Seay Consulting
February 2007**

RP#1161

February 20, 2007

NMOCD Environmental
ATTN: Chris Williams
1625 N. French Drive
Hobbs, NM 88240

RE: Warren American Oil Co.
Hobbs Unit #4
Remediation #1161

Mr. Williams:

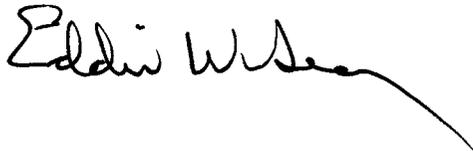
Warren American has completed the excavation and testing of the spill at the above listed site.

Warren American excavated approximately 275 cu. yds. of soil and hauled it to C & C Landfarm and Sundance, OCD approved facilities. Find enclosed analytical and photos. (Chris has already reviewed analytical.)

When approval is given, we will backfill and level site. Upon completion, a final report will be filed.

If you have any questions, please call.

Sincerely,

A handwritten signature in black ink that reads "Eddie W. Seay". The signature is written in a cursive style with a long, sweeping underline that extends to the right.

Eddie W. Seay, Agent
Eddie Seay Consulting
601 W. Illinois
Hobbs, NM 88242
(505)392-2236
seay04@leaco.net

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

Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR Initial Report Final Report

Name of Company <u>Warren American Oil</u>	Contact <u>Doug Norton</u>
Address <u>6585 South Yale Av. Suite 900, Tulsa</u>	Telephone No. <u>918-481-7981</u>
Facility Name <u>Hobbs Unit #4</u>	Facility Type <u>Pumping Well</u>

Surface Owner <u>J. Cooper</u>	Mineral Owner <u>Warren American</u>	Lease No. <u># 1161</u>
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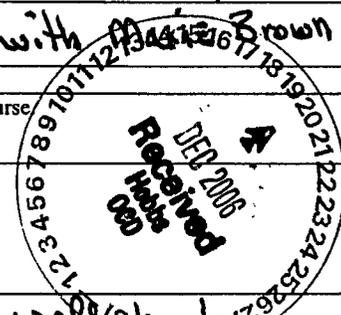
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<u>N</u>	<u>18</u>	<u>20</u>	<u>37</u>					<u>Lea</u>

API# 30025 06162 ⁰⁰⁰⁰ Latitude 103° 17' 33" Longitude 32° 34' 04"

NATURE OF RELEASE

Type of Release <u>oil</u>	Volume of Release <u>3 ± 5 bbl</u>	Volume Recovered <u>None</u>
Source of Release <u>Flow line at well head</u>	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? <u>Did meet with <u>Chas Williams</u></u>	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse	



If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* Hole in flow line near well head. scragged up contaminated soil, put in pile for disposal. Backfill area.

Describe Area Affected and Cleanup Action Taken.* Area around unit + well head, and west of unit 10x50 ran into historical contamination (will file work plan for remediation)

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

OIL CONSERVATION DIVISION	
Signature: <u>Eddie W Seay</u>	Approved by District Supervisor: <u>Chas Williams</u>
Printed Name: <u>Eddie W Seay</u>	Approval Date: <u>12/21/06</u> Expiration Date: <u>2/21/07</u>
Title: <u>Agent seay #4 @ leaco.net</u>	Conditions of Approval:
E-mail Address: <u>dnorton@warrenamerica.com</u>	Attached <input type="checkbox"/>
Date:	Phone:

* Attach Additional Sheets If Necessary



PHONE (915) 673-7001 • 2111 BEECHWOOD • ABILENE, TX 79603

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

ANALYTICAL RESULTS FOR
 EDDIE SEAY CONSULTING
 ATTN: EDDIE SEAY
 601 W. ILLINOIS
 HOBBS, NM88242
 FAX TO: (505) 392-6949

Receiving Date: 02/02/07
 Reporting Date: 02/08/07
 Project Owner: WARREN
 Project Name: WARREN AMERICAN HOBBS #4
 Project Location: SOUTH MONUMENT, NM

Sampling Date: 02/01/07
 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)	Cl* (mg/Kg)
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ANALYSIS DATE		02/06/07	02/06/07	02/07/07
H12135-1	HOBBS 1-B	<10.0	106	320
H12135-2	HOBBS 2-S	<10.0	81.3	<16
H12135-3	HOBBS 3-N	<10.0	101	448
H12135-4	HOBBS 4-W	<10.0	18.8	<16
Quality Control		801	771	490
True Value QC		800	800	500
% Recovery		100	96.4	98
Relative Percent Difference		0.1	2.3	0.0

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; Cl: Std. Methods 4500-ClB

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

OK
 Chris W.
 2/14

Bryan A. Cook
 Chemist

2/8/07
 Date

H12135A

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



CARDINAL LABORATORIES

101 East Marland, Hobbs, NM 88240 2111 Beechwood, Abilene, TX 79603
(505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325) 673-7020

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

BILL TO

ANALYSIS REQUEST

Company Name: **Edlin Seamy Consulting** P.O. #:
 Project Manager: **Edlin Seamy** Company:
 Address: **101 W Illinois** Attn:
 City: **Hobbs** State: **NM** zip: **88242** Address:
 Phone #: **2-2236** Fax #: **2-6949** City: **State:**
 Project #: **Dorren American** Project Owner: **Dorren** State: **zip:**
 Project Name: **Dorren American Hobbs #4** Phone #:
 Project Location: **Sage Monument** Fax #:
 Sampler Name: **Edlin Seamy**

Lab I.D.	Sample I.D.	(G)RAB OR (C)MPS	# CONTAINERS	MATRIX						PRESERV	SAMPLING	DATE	TIME	ANALYSIS
				GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER :					
H12/35-1	Hobbs - 1-B	1	1	✓							2/1	3:00	TPH	
-2	Hobbs 2-S	1	1	✓							2/1	3:25	SOIL	
-3	Hobbs 3-N	1	1	✓							2/1	3:50	Chloride	
-4	Hobbs 4-W	1	1	✓							2/1	4:00		

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

Relinquished By: **Edlin Seamy** Date: **2/1/12** Received By: **Edlin Seamy** Date: **2/1/12**
 Relinquished By: **Edlin Seamy** Time: **8:40** Received By: **Edlin Seamy** Time: **8:40**
 Delivered By: (Circle One) Cool Intact Yes No
 Sampler - UPS - Bus - Other: Yes No

REMARKS: 1 - Bottle
2 - Soils well
3 - Normal
4 - Lead

Phone Result: Yes No Add'l Phone #:
 Fax Result: Yes No Add'l Fax #:

† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476

LC #031621 B
WARREN AMERICAN OIL COMPANY

(918) 492-8100

HOBBS UNIT No. 4
SE SW SEC. 18-20S-37E
LEA COUNTY, NM



