MARTIN YATES, III

FRANK W. YATES

S.P. YATES 1914-2008

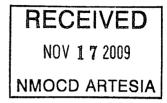


105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471 JOHN A. YATES CHAIRMAN OF THE BOARD PRESIDENT

JOHN A. YATES JR.

JAMES S. BROWN CHIEF OPERATING OFFICER

JOHN D. PERINI CHIEF FINANCIAL OFFICER



November 17, 2009

Mr. Mike Bratcher NMOCD District II 1301 West Grand Artesia, NM 88210

Re: Dayton FG Battery 2RP-352 30-015-21733 Section 28, T18S-R26E Eddy County, New Mexico

Dear Mr. Bratcher:

Yates Petroleum Corporation would like to submit for your consideration the enclosed work plan for the above captioned well. The plan is being submitted in response to the C-141 report dated August 4 2009. Scope of work described in the plan will be conducted as soon as the work plan is approved and a contractor can be scheduled.

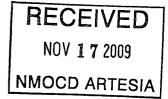
If you have any questions call me at (575) 748-4217

Thank you.

YATES PETROLEUM CORPROATION

Robert Asher Environmental Regulatory Agent

Enclosure(s)





I. Location

The well is located approximately 8 miles south of Artesia, NM, 1 miles east of US Highway 285, 0.4 miles south of Dayton Road (CR 41), as represented by the attached Dayton, NM, USGS Quadrangle Map.

II. Background

On August 4, 2009, Yates submitted to the NMOCD District II office a Form C-141 for releases of 100 barrels of oil. YPC notified the NMOCD of the release (voicemail and e-mail) of the release. The release occurred because of a hole in the bottom of the production tank; both production tanks and other production equipment have been moved to allow for excavation of impacted soils (south half of excavation is at a current depth of five (5) feet, the north half has been excavated to a current depth of eight (8) feet. Impacted soils have been or are currently being taken to an NMOCD approved facility. Samples have been taken on October 29, 2009 and November 5, 2009 these samples will be analyzed for BTEX and THP. The results (enclosed with a sample diagram) are within the RRAL's for BTEX (50 ppm) and TPH (1000 ppm) with the Total Ranking Score of ten (10), with the exception of two (please see V. Scope of Work)

III. Surface and Ground Water

Area surface geology is Paleozoic. The nearest groundwater of record is listed on the New Mexico Office of the State Engineers web site shows the depth to groundwater is approximately 60 feet (Unit Letter C, Section 28, T18S-R26E) making the site ranking for this site a ten (10). Any watercourses in the area are dry except for infrequent flows in response to major precipitation events.

The ranking for this site is ten (10) based on the as following:

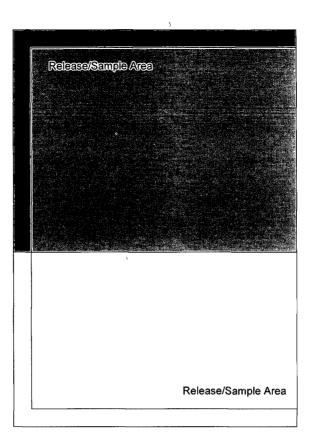
Depth to ground water50-99'Wellhead Protection Area> 1000'Distance to surface water body> 1000'

IV. Soils

The area consists of soils that are clay, interspersed with caliche and clay seams providing a low permeability barrier to retard vertical percolation of contaminants into the subsurface.

V. Scope of Work

Currently two sample areas, GS/Comp-010 & GS/Comp-015 are above the RRAL's for the site ranking, the DRO levels are 1290ppm and 1310 ppm, DRO Hydrocarbons are not mobile and Yates would request that those impacted soils be left in place and upon approval of this work plan, Yates Petroleum Corporation will have a contractor use clean back fill material until the excavation is filled to current grade of battery. A 20 mil liner will be installed and a secondary berm would be built to provide containment of any future releases if a release occurs. When work is completed a Final Report, C-141 will be submitted requesting closure of the site.



Sample ID	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	TOTAL
CS/Comp-008	Bottom (N 1/2)	10/26/2009	Grab/Trackhoe	8'	0.376	ND	138	138
GS/Comp-010	Bottom (N 1/2)	10/26/2009	Grab/Trackhoe	10'	38.600	537	1290	1827
GS/Comp-012	Bottom (N 1/2)	10/26/2009	Grab/Trackhoe	12'	28.510	218	256	474
GS/Camp-015	Bottom (N 1/2)	10/26/2009	Grab/Trackhoe	15'	37.850	420	1310	1730
GS/Comp-018	Bottom (N 1/2)	10/26/2009	Grab/Trackhoe	18'	2.381	40.7	171	211.7
Sample ID	Sample Area	Sample Date	Sample Type	Depth	BTEX	GRO	DRO	TOTAL
GS/Comp-004	Sidewall 1	10/13/2009	Grab/Shovel	5' X 1'	ND	ND	ND	ND
GS/Comp-005	Bottom (S 1/2)	10/13/2009	Grab/Shovel	5'	0.366	69.9	162	231.9
GS/Comp-003	Sidewall 2	10/13/2009	Grab/Shovel	5' X 1'	0.001	ND	ND	ND

Site Ranking is Ten (10). Depth to Ground Water 50-99' (approx. 60, per New Mexico State Engineer Office). All results are ppm.



Dayton FG Battery

Section 28, T18S-R26E

Eddy County, NM

SAMPLE DIAGRAM (Not to Scale) Xenco Laboratories: #350003 Report Date: 11/6/2009 Xenco Laboratories: #351228 Report Date: 11/12/2009 Prepared by Robert Asher Environmental Regulatory Agent



Remove to 10'

Analytical Report 350003

for

Yates Petroleum Corporation

Project Manager: Robert Asher

Dayton FG Battery 30-015-21733

06-NOV-09





12600 West I-20 East Odessa, Texas 79765

Xenco-Houston (EPA Lab code: TX00122):

Texas (T104704215-08-TX), Arizona (AZ0738), Arkansas (08-039-0), Connecticut (PH-0102), Florida (E871002) Illinois (002082), Indiana (C-TX-02), Iowa (392), Kansas (E-10380), Kentucky (45), Louisiana (03054) New Hampshire (297408), New Jersey (TX007), New York (11763), Oklahoma (9218), Pennsylvania (68-03610) Rhode Island (LAO00308), USDA (S-44102)

Xenco-Atlanta (EPA Lab Code: GA00046): Florida (E87428), North Carolina (483), South Carolina (98015), Utah (AALI1), West Virginia (362), Kentucky (85) Louisiana (04176), USDA (P330-07-00105)

> Xenco-Miami (EPA Lab code: FL01152): Florida (E86678), Maryland (330) Xenco-Tampa Mobile (EPA Lab code: FL01212): Florida (E84900) Xenco-Odessa (EPA Lab code: TX00158): Texas (T104704400-08-TX) Xenco-Dallas (EPA Lab code: TX01468): Texas (T104704295-08-TX) Xenco-Corpus Christi (EPA Lab code: TX02613): Texas (T104704370-08-TX) Xenco-Boca Raton (EPA Lab Code: FL00449): Florida(E86240), South Carolina(96031001), Louisiana(04154), Georgia(917)





06-NOV-09



Project Manager: **Robert Asher Yates Petroleum Corporation** 105 South Fourth St. Artesia, NM 88210

Reference: XENCO Report No: **350003 Dayton FG Battery** Project Address: Eddy County

Robert Asher:

We are reporting to you the results of the analyses performed on the samples received under the project name referenced above and identified with the XENCO Report Number 350003. All results being reported under this Report Number apply to the samples analyzed and properly identified with a Laboratory ID number. Subcontracted analyses are identified in this report with either the NELAC certification number of the subcontract lab in the analyst ID field, or the complete subcontracted report attached to this report.

Unless otherwise noted in a Case Narrative, all data reported in this Analytical Report are in compliance with NELAC standards. Estimation of data uncertainty for this report is found in the quality control section of this report unless otherwise noted. Should insufficient sample be provided to the laboratory to meet the method and NELAC Matrix Duplicate and Matrix Spike requirements, then the data will be analyzed, evaluated and reported using all other available quality control measures.

The validity and integrity of this report will remain intact as long as it is accompanied by this letter and reproduced in full, unless written approval is granted by XENCO Laboratories. This report will be filed for at least 5 years in our archives after which time it will be destroyed without further notice, unless otherwise arranged with you. The samples received, and described as recorded in Report No. 350003 will be filed for 60 days, and after that time they will be properly disposed without further notice, unless otherwise arranged with you. We reserve the right to return to you any unused samples, extracts or solutions related to them if we consider so necessary (e.g., samples identified as hazardous waste, sample sizes exceeding analytical standard practices, controlled substances under regulated protocols, etc).

We thank you for selecting XENCO Laboratories to serve your analytical needs. If you have any questions concerning this report, please feel free to contact us at any time.

Respectfully,

Brent Barron, II Odessa Laboratory Manager

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Sample Cross Reference 350003



Yates Petroleum Corporation, Artesia, NM

Dayton FG Battery

Sample Id	Matrix	Date Collected	Sample Depth	Lab Sample Id
GS/Comp-008	S	Oct-26-09 09:16	8 - 8 ft	350003-001
GS/Comp-010	S	Oct-26-09 09:22	10 - 10 ft	350003-002
GS/Comp-012	S	Oct-26-09 09:31	12 - 12 ft	350003-003
GS/Comp-015	S	Oct-26-09 09:42	15 - 15 ft	350003-004
GS/Comp-018	[•] S	Oct-26-09 09:50	18 - 18 ft	350003-005

CASE NARRATIVE



Client Name: Yates Petroleum Corporation Project Name: Dayton FG Battery

 Project ID:
 30-015-21733

 Work Order Number:
 350003

Report Date: 06-NOV-09 Date Received: 10/28/2009

Sample receipt non conformances and Comments: None

Sample receipt Non Conformances and Comments per Sample:

None

Analytical Non Conformances and Comments:

Batch: LBA-779318 Percent Moisture None

Batch: LBA-779662 BTEX by EPA 8021 SW8021BM

Batch 779662, 1,4-Difluorobenzene recovered below QC limits . Matrix interferences is suspected; data confirmed by re-analysis Samples affected are: 350003-003,350003-002,350003-004. 4-Bromofluorobenzene recovered below QC limits . Matrix interferences is suspected; data not confirmed by re-analysis Samples affected are: 350078-009 S,350078-009 SD.

4-Bromofluorobenzene recovered above QC limits . Matrix interferences is suspected; data confirmed by re-analysis Samples affected are:350003-004. SW8021BM

Batch 779662, Benzene, Ethylbenzene, Toluene, m,p-Xylenes, o-Xylene recovered below QC limits in the Matrix Spike and Matrix Spike Duplicate. Samples affected are: 350003-001, -003, -005, -002, -004. The Laboratory Control Sample for Toluene, m,p-Xylenes, Benzene, Ethylbenzene, o-Xylene is within laboratory Control Limits

Batch: LBA-780514 TPH by SW 8015B None





Certificate of Analos Summary 350003

Yates Petroleum Corporation, Artesia, NM

Project Name: Dayton FG Battery



Project Id: 30-015-21733 Contact: Robert Asher Project Location: Eddy County

Date Received in Lab: Wed Oct-28-09 09:35 am

Report Date: 06-NOV-09

oject Location: Eddy County								-				
								Project Ma	nager:	Brent Barron	, II	
	Lab Id:	350003-001		350003-00	12	350003-0	003	350003-0	004	350003-	005	
	Field Id:	GS/Comp-008	0	S/Comp-0	10	GS/Comp-	-012	GS/Comp	-015	GS/Comp	-018	
Analysis Requested	Depth:	8-8 ft		10-10 ft		12-12 1	ft	15-15 1	ft	18-18	ft	
	Matrix:	SOIL	-	SOIL		SOIL		SOIL		SOIL		
	Sampled:	Oct-26-09 09:16	6 00	t-26-09 09):22	Oct-26-09	09:31	Oct-26-09	09:42	Oct-26-09	09:50	
BTEX by EPA 8021	Extracted:	Oct-29-09 13.1	5 00	t-29-09 13	3:15	Oct-29-09	13.15	Oct-29-09	13:15	Oct-29-09	13:15	
	Analyzed:	Oct-30-09 00:43	3 00	t-30-09 01	:05	Oct-30-09	01:48	Oct-30-09	02:52	Oct-30-09	03.34	
	Units/RL:	mg/kg	RL n	ng/kg	RL	mg/kg	RL	mg/kg	RL	mg/kg	RL	
Benzene		0.1760 0.03			0.1221	1.528	0.0762	0.3355	0.0594	0 1102	0 0278	
Toluene		0.0888 0.06	512	7.050 0	.2441	7.416	0.1525	6.353	0.1188	0.4685	0.0556	
Ethylbenzene		0.0343 0.03	306	7.347 0	.1221	5.056	0 0762	6.630	0 0594	0.4298	0.0278	
,p-Xylenes		ND 0.06	512	17.42 0	.2441	10.75	0.1525	17.79	0.1188	0.9848	0 0556	
Xylene		0.0772 0.03	306	6.169 0	.1221	3.759	0.0762	6.745	0.0594	0.3878	0.0278	
Xylenes, Total		0.0772 0.03	306	23 59 0	.1221	14.51	0.0762	24.54	0.0594	1.3726	0.0278	
Total BTEX		0.3763 0.03	306	38.60 0	1221	28 51	0.0762	37.85	0.0594	2.3811	0 0278	
Percent Moisture	Extracted:	· · · · · · · · · · · · · · · · · · ·										
	Analyzed:	Oct-28-09 17.00	0 Oc	t-28-09 17	··00	Oct-28-09	17.00	Oct-28-09	17 00	Oct-28-09	17 00	
	Units/RL:	%	RL	%	RL	%	RL	%	RL	%	RL	
Percent Moisture		34.7 1.	.00	18.2	1 00	34.8	1.00	16.1	1.00	28.3	1.00	
TPH by SW 8015B	Extracted:	Oct-28-09 13:1:	5 Oc	t-28-09 13	:15	Oct-28-09	13:15	Oct-28-09	13:15	Oct-28-09	13:15	
	Analyzed:	Oct-30-09 15:2:	5 00	t-30-09 15	5:51	Oct-30-09	16:17	Oct-30-09	16:43	Oct-30-09	17:09	
	Units/RL:	mg/kg	RL n	ıg/kg	RL	mg/kg	RL	mg/kg	RL	mg/kg '	RL	
C6-C10 Gasoline Range Hydrocarbons		ND 22	2.9	53,7	18.3	218	23.0	420	17.8	40.7	20.9	
C10-C28 Diesel Range Hydrocarbons		138 22	2.9	1290	18.3	256	23.0	1310	17.8	171	20.9	
Total TPH 8015B_NM		138 22	2.9	1827	18.3	474	23.0	1730	17.8	212	20 9	-

Page 5 of 15

This analytical report, and the entire data package it represents, has been made for your exclusive and confidential use. The interpretations and results expressed throughout this analytical report represent the best judgment of XENCO Laboratories XENCO Laboratories assumes no responsibility and makes no warranty to the end use of the data hereby presented Our liability is limited to the amount invoiced for this work order unless otherwise agreed to in writing

Brent Barron, II

Odessa Laboratory Manager

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Version 1 012





- X In our quality control review of the data a QC deficiency was observed and flagged as noted. MS/MSD recoveries were found to be outside of the laboratory control limits due to possible matrix /chemical interference, or a concentration of target analyte high enough to effect the recovery of the spike concentration. This condition could also effect the relative percent difference in the MS/MSD.
- **B** A target analyte or common laboratory contaminant was identified in the method blank. Its presence indicates possible field or laboratory contamination.
- **D** The sample(s) were diluted due to targets detected over the highest point of the calibration curve, or due to matrix interference. Dilution factors are included in the final results. The result is from a diluted sample.
- E The data exceeds the upper calibration limit; therefore, the concentration is reported as estimated.
- **F** RPD exceeded lab control limits.
- J The target analyte was positively identified below the MQL and above the SQL.
- U Analyte was not detected.
- L The LCS data for this analytical batch was reported below the laboratory control limits for this analyte. The department supervisor and QA Director reviewed data. The samples were either reanalyzed or flagged as estimated concentrations.
- **H** The LCS data for this analytical batch was reported above the laboratory control limits. Supporting QC Data were reviewed by the Department Supervisor and QA Director. Data were determined to be valid for reporting.



- K Sample analyzed outside of recommended hold time.
- JN A combination of the "N" and the "J" qualifier. The analysis indicates that the analyte is "tentatively identified" and the associated numerical value may not be consistent with the amount actually present in the environmental sample.

BRL Below Reporting Limit.

RL Reporting Limit

* Outside XENCO's scope of NELAC Accreditation.

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9701 Harry Hines Blvd, Dallas, TX 75220	(214) 902 0300	(214) 351-9139
5332 Blackberry Drive, San Antonio TX 78238	(210) 509-3334	(210) 509-3335
2505 North Falkenburg Rd, Tampa, FL 33619	(813) 620-2000	(813) 620-2033
5757 NW 158th St, Miami Lakes, FL 33014	(305) 823-8500	(305) 823-8555
12600 West I-20 East, Odessa, TX 79765	(432) 563-1800	(432) 563-1713
842 Cantwell Lane, Corpus Christi, TX 78408	(361) 884-0371	(361) 884-9116

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	Project Manager: Robe	rt Asher				Cooler #	Y	PC-0)04							-	Pi	rojec	t Na	me:	Day	ytor	FG	Ba	tter	<u>y</u>					
	Company Name Yates	Petroleum Corpora	ition													-		Р	rojec	:t #:_	30-	015	-217	33							
	Company Address: 105 s	South 4th Street						r								_		Proj	ect l	.oc:	Edd	iy Co	unty								
	City/State/Zip: Artes	ia, NM 88210																	P) #:	105	632									
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	Sampler Signature:	Joses C.	۶.			e-mail:	;	b	oba	a@'	yat	esp	etro	leu	<u>m.c</u>	om					-		Ana	hrze	For					-	-
(lab use	only)																	E			тс	_	Alla	iyze				Τ	ГТ	-	
ORDER	a#: 35000	3				-			-	Pres	ervat	hon &	# of Co	ontaine	ers	Тм	latrix	<u> </u>			TOT		s,	-	+	-					72 hrs
LAB # (lab use only)	FIELD CO	DE	Beginning Depth	Ending Depth	Date Sampled	Time Sampled	Field Filtered	Total #, of Containers	8	HNO ₃	НСІ	H ₂ SO4	NaOH Ma S O	Na ₂ 2203 None	Other (Specify)	DW≃Dnnking Water SL≖Sludge	GW =: Groundwater S=Soi/Solid NP=Non-Polable Specify Other	TPH: 418 1 8015M 8015B		Cations (Ca, Mg, Na, K)	Anions (CI, SO4, Alkalinity)	SAR / ESP / CEC	Metals. As Ag Ba Cd Cr Pb Hg Volatites	Semivolatiles	BTEX 8021B/5030 or BTEX 8260	RCI	N.O.R.M.	Chlondes		RUSH TAT (Pre-Schedule) 24 4	Standard TAT
.01	GS/Comp-	008	8'	8'	10/26/2009	9:16 AM			X								s	X							X					Т	X
02	GS/Comp-	010	10'	10'	10/26/2009	9:22 AM		1	X						Ļ		S	X							X						X
03	GS/Comp-	012	12'	12'	10/26/2009	9:31 AM	L.,	1	+	-						L	s	×	\square	_	_	\downarrow			X	<u> </u>			\vdash	⊥	X
04	GS/Comp-		15'	15'	10/26/2009	9:42 AM		1	×				_		_		s	×		\rightarrow	_	_	_	_	X		\square		┝╌╇	<u> </u>	X
05	GS/Comp-	018	18'	18'	10/26/2009	9:50 AM		1	×								s	×		+					×			Ш		\pm	×
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Special I		TPH: 8015B, BT			Thank you.										Da	ite		Tim		Sam VOC	pla (s Fr	Conti ee of	comn ainen f Hea ntaine	s inti idspa	act? ace?		-			* .N N .N	1
Robert As Relinquish	ther fcro/up	, 10/27/09 Date	TI	5 PM me	Received by:					- 17					Da	te		Timi		Cust Cust Samj b b	ody ody: ole H y Sa y Co	seals seals Hand Imple Super	s on c s on c l Deliv r/Clie 2	conta coole vere ent Ri UP	ainer er (s) d ep ? S	DHL		8	₽ Y	N N N One Si	
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Page 14 of 15

Final Ver. 1.000

Environmental Lab of Texas

Variance/ Corrective Action Report- Sample Log-In

Client:	Vates Petroleum
Date/ Time:	10.28.09 9:35
Lab ID # :	350003
Initials:	AL

Sample Receipt Checklist

				C	lient Initials
#1	Temperature of container/ cooler?	Tes	No	3.6 °C	
#2	Shipping container in good condition?	Tes	No		
#3	Custody Seals intact on shipping container/ cooler?	MES	No	Not Present AL	
#4	Custody Seals intact on sample bottles/ container?	Tes	No	Not Present	
#5	Chain of Custody present?	Yes	No		
#6	Sample instructions complete of Chain of Custody?	(Yes)	No		
#7	Chain of Custody signed when relinquished/ received?	(Yes)	No		
#8	Chain of Custody agrees with sample label(s)?	(Yes)	No	ID written on Cont./ Lid	
#9	Container label(s) legible and intact?	Tes	No	Not Applicable	
#10	Sample matrix/ properties agree with Chain of Custody?	Yes	No		
#11	Containers supplied by ELOT?	Yes	No		
#12	Samples in proper container/ bottle?	(Yes)	No	See Below	1
#13	Samples properly preserved?	Yes	No	See Below	
#14	Sample bottles intact?	(Yes)	No		1
#15	Preservations documented on Chain of Custody?	(Yes)	No		
#16	Containers documented on Chain of Custody?	Yes	No		
#17	Sufficient sample amount for indicated test(s)?	Cres	No	See Below	
#18	All samples received within sufficient hold time?	(YES)	No	See Below	
#19		Yes	No	Not Applicable	· · · · · · · · · · · · · · · · · · ·
#20	VOC samples have zero headspace?	Yes	No	Not Applicable	

Variance Documentation

Contact:

Contacted by:

Date/ Time:

Regarding:

Corrective Action Taken:

Check all that Apply:

See attached e-mail/ fax

Client understands and would like to proceed with analysis

Cooling process had begun shortly after sampling event

.

Analytical Report 351228

for

Yates Petroleum Corporation

Project Manager: Robert Asher

Dayton FG Battery 30-015-21733

12-NOV-09





12600 West I-20 East Odessa, Texas 79765

Xenco-Houston (EPA Lab code: TX00122):

Texas (T104704215-08-TX), Arizona (AZ0738), Arkansas (08-039-0), Connecticut (PH-0102), Florida (E871002) Illinois (002082), Indiana (C-TX-02), Iowa (392), Kansas (E-10380), Kentucky (45), Louisiana (03054) New Hampshire (297408), New Jersey (TX007), New York (11763), Oklahoma (9218), Pennsylvania (68-03610) Rhode Island (LAO00308), USDA (S-44102)

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12-NOV-09



Project Manager: **Robert Asher Yates Petroleum Corporation** 105 South Fourth St. Artesia, NM 88210

Reference: XENCO Report No: 351228 Dayton FG Battery Project Address: Eddy County

Robert Asher:

We are reporting to you the results of the analyses performed on the samples received under the project name referenced above and identified with the XENCO Report Number 351228. All results being reported under this Report Number apply to the samples analyzed and properly identified with a Laboratory ID number. Subcontracted analyses are identified in this report with either the NELAC certification number of the subcontract lab in the analyst ID field, or the complete subcontracted report attached to this report.

Unless otherwise noted in a Case Narrative, all data reported in this Analytical Report are in compliance with NELAC standards. Estimation of data uncertainty for this report is found in the quality control section of this report unless otherwise noted. Should insufficient sample be provided to the laboratory to meet the method and NELAC Matrix Duplicate and Matrix Spike requirements, then the data will be analyzed, evaluated and reported using all other available quality control measures.

The validity and integrity of this report will remain intact as long as it is accompanied by this letter and reproduced in full, unless written approval is granted by XENCO Laboratories. This report will be filed for at least 5 years in our archives after which time it will be destroyed without further notice, unless otherwise arranged with you. The samples received, and described as recorded in Report No. 351228 will be filed for 60 days, and after that time they will be properly disposed without further notice, unless otherwise arranged with you. We reserve the right to return to you any unused samples, extracts or solutions related to them if we consider so necessary (e.g., samples identified as hazardous waste, sample sizes exceeding analytical standard practices, controlled substances under regulated protocols, etc).

We thank you for selecting XENCO Laboratories to serve your analytical needs. If you have any questions concerning this report, please feel free to contact us at any time.

Respectfully,

Brent Barron, II Odessa Laboratory Manager

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Sample Cross Reference 351228



Yates Petroleum Corporation, Artesia, NM

Dayton FG Battery

Sample Id	Matrix	Date Collected	Sample Depth	Lab Sample Id
GS/Comp-001	S	Nov-05-09 09:34	1 - 1 ft	351228-001
GS/Comp-002	S	Nov-05-09 09:46	5 - 5 ft	351228-002
GS/Comp-003	S	Nov-05-09 09:56	1 - 1 ft	351228-003

CASE NARRATIVE



Client Name: Yates Petroleum Corporation Project Name: Dayton FG Battery

 Project ID:
 30-015-21733

 Work Order Number:
 351228

Report Date: 12-NOV-09 Date Received: 11/06/2009

Sample receipt non conformances and Comments: None

Sample receipt Non Conformances and Comments per Sample:

None

Analytical Non Conformances and Comments:

Batch: LBA-780680 Percent Moisture None

Batch: LBA-781088 TPH by SW 8015B None

Batch: LBA-781159 BTEX by EPA 8021 SW8021BM

Batch 781159, Benzene, Ethylbenzene, Toluene, m,p-Xylenes, o-Xylene recovered below QC limits in the Matrix Spike and Matrix Spike Duplicate. Samples affected are: 351228-001, -003, -002. The Laboratory Control Sample for Toluene, m,p-Xylenes, Benzene, Ethylbenzene, o-Xylene is within laboratory Control Limits





Certificate of Analois Summary 351228

Yates Petroleum Corporation, Artesia, NM

Project Name: Dayton FG Battery



Project Id: 30-015-21733 Contact: Robert Asher Project Location: Eddy County

Date Received in Lab: Fri Nov-06-09 09.43 am

Report Date: 12-NOV-09

Project Manager: Brent Barron, II

				· · · · · · · · · · · · · · · · · · ·	J		
	Lab Id:	351228-001	351228-002	351228-003			
Analysis Requested	Field Id:	GS/Comp-001	GS/Comp-002	GS/Comp-003			
Analysis Kequesieu	Depth:	1-1 ft	5-5 ft	1-1 ft			
	Matrix:	SOIL	SOIL	SOIL			
	Sampled:	Nov-05-09 09:34	Nov-05-09 09:46	Nov-05-09 09 56			
BTEX by EPA 8021	Extracted:	Nov-10-09 15 30	Nov-10-09 15:30	Nov-10-09 15:30			
	Analyzed:	Nov-10-09 23:30	Nov-10-09 23.51	Nov-11-09 00.12			[
	Units/RL:	mg/kg RL	mg/kg RL	mg/kg RL			
Benzene		ND 0.0012	ND 0.0012	ND 0.0011			
Toluene		ND 0.0023	0.0183 0.0023	ND 0.0023			
Ethylbenzene		ND 0.0012	0.0345 0.0012	ND 0.0011			
m,p-Xylenes		ND 0.0023	0.1551 0.0023	ND 0.0023			
o-Xylene	Kylenc		0.1583 0 0012	ND 0.0011			
Xylenes, Total		ND 0.0012	0 3134 0.0012	ND 0.0011			
Total BTEX		ND 0.0012	0 3662 0.0012	ND 0.0011			
Percent Moisture	Extracted:						
	Analyzed:	Nov-06-09 17 [.] 00	Nov-06-09 17:00	Nov-06-09 17 00			
	Units/RL:	% RL	% RL	% RL			
Percent Moisture		13.8 1 00	13.8 1 00	11.3 1.00			
TPH by SW 8015B	Extracted:	Nov-09-09 12.00	Nov-09-09 12.00	Nov-09-09 12:00			
	Analyzed:	Nov-10-09 04 12	Nov-10-09 04.38	Nov-10-09 05:04			
	Units/RL:	mg/kg RL	mg/kg RL	mg/kg RL		-	
C6-C10 Gasoline Range Hydrocarbons		ND 17.4	69.9 17.4	ND 16.9			
C10-C28 Diesel Range Hydrocarbons		ND 17.4	162 17.4	ND 16.9		<u> </u>	
Total TPH 8015B		ND 17.4	232 17.4	ND 16.9			

This analytical report, and the entire data package it represents, has been made for your exclusive and confidential use. The interpretations and results expressed throughout this analytical report represent the best judgment of XENCO Laboratories XENCO Laboratories assumes no responsibility and makes no warranty to the end use of the data hereby presented Our hability is limited to the amount invoiced for this work order unless otherwise agreed to in writing

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Brent Barron. II

Odessa Laboratory Manager





- X In our quality control review of the data a QC deficiency was observed and flagged as noted. MS/MSD recoveries were found to be outside of the laboratory control limits due to possible matrix /chemical interference, or a concentration of target analyte high enough to effect the recovery of the spike concentration. This condition could also effect the relative percent difference in the MS/MSD.
- **B** A target analyte or common laboratory contaminant was identified in the method blank. Its presence indicates possible field or laboratory contamination.
- **D** The sample(s) were diluted due to targets detected over the highest point of the calibration curve, or due to matrix interference. Dilution factors are included in the final results. The result is from a diluted sample.
- E The data exceeds the upper calibration limit; therefore, the concentration is reported as estimated.
- **F** RPD exceeded lab control limits.
- J The target analyte was positively identified below the MQL and above the SQL.
- U Analyte was not detected.
- L The LCS data for this analytical batch was reported below the laboratory control limits for this analyte. The department supervisor and QA Director reviewed data. The samples were either reanalyzed or flagged as estimated concentrations.
- **H** The LCS data for this analytical batch was reported above the laboratory control limits. Supporting QC Data were reviewed by the Department Supervisor and QA Director. Data were determined to be valid for reporting.
- K Sample analyzed outside of recommended hold time.
- JN A combination of the "N" and the "J" qualifier. The analysis indicates that the analyte is "tentatively identified" and the associated numerical value may not be consistent with the amount actually present in the environmental sample.

BRL Below Reporting Limit.

RL Reporting Limit

* Outside XENCO's scope of NELAC Accreditation.

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(210) 509-3334	(210) 509-3335
(813) 620-2000	(813) 620-2033
(305) 823-8500	(305) 823-8555
(432) 563-1800	(432) 563-1713
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	Company Name	Yates Petrol	eum Corpora	tion															Pi	ojec	:t #:	30-	015	-217	733							
	Company Address:	105 South 4	Ih Street										-				-		Proie	ect L	.oc:	Edd		unty								
	City/State/Zip	Artesia, NM															-		•) #:			f								
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NO CONTRACTOR	GS/C GS/C	D CODE Comp-001 Comp-002 Comp-003		1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1	1, Ending Depth	Date S and S	9:34 AM 9:46 AM 9:56 AM	Field Filtered	Total #. of Containers	× × ×	HNO ₃	ΨŪ	H ₃ SO4	NaOH Na-C-Z-		Other (Specify)	DW=Dnnking Water	O O OW = Groundwater S=Sol(Solid NP=Non-Polable Specty Other	X X TPH: 418 1 8015M 8015B	TPH TX 1005 TX 1006	Catuons (Ca. Mg. Na. K)	Anions (Cl. SO4, Alkalinity)	SAR / ESP / CEC	s Ag Ba Cd Cr Pb Hg	Volaues	X X BTEX 60218/5030 or BTEX 8260	((N ORM.	Chlorides		RUISH TAT (pre-scheduler) 24 4	X X Standard TAT
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Environmental Lab of Texas

Variance/ Corrective Action Report- Sample Log-In

Client:	Vates Petroleum
Date/ Time	11.6.09 9:43
Lab ID # :	351228
Initials.	AL

Sample Receipt Checklist

				Cli	ent Initials
#1	Temperature of container/ cooler?	(Yes)	No	3.6 °C	
#2	Shipping container in good condition?	Yes	No		
#3	Custody Seals intact on shipping container/ cooler?	Yes	No	Not Present	
#4	Custody Seals intact on sample bottles/ container?	Yes	No	Not Present	
#5	Chain of Custody present?	Yes	No		
#6	Sample instructions complete of Chain of Custody?	Yes	No	-	
#7	Chain of Custody signed when relinquished/ received?	(Yes	No		
#8	Chain of Custody agrees with sample label(s)?	Yes	No	ID written on Cont./ Lid	
#9	Container label(s) legible and intact?	Yes	No	Not Applicable	
#10	Sample matrix/ properties agree with Chain of Custody?	Yês	No		
#11	Containers supplied by ELOT?	Yes	No		
#12	Samples in proper container/ bottle?	Yes	No	See Below	
#13	Samples properly preserved?	Yes	No	See Below	
#14	Sample bottles intact?	Yes	No		
#15	Preservations documented on Chain of Custody?	(Yês)	No		
#16	Containers documented on Chain of Custody?	Ces	No		
#17	Sufficient sample amount for indicated test(s)?	Yes	Nó	See Below	
#18	All samples received within sufficient hold time?	Yes	No	See Below	
#19	Subcontract of sample(s)?	Yes	No	Not Applicable	
#20	VOC samples have zero headspace?	Yes	No	Not Applicable	

Variance Documentation

Contacted by:

Date/ Time:

Regarding:

Corrective Action Taken:

Check all that Apply:

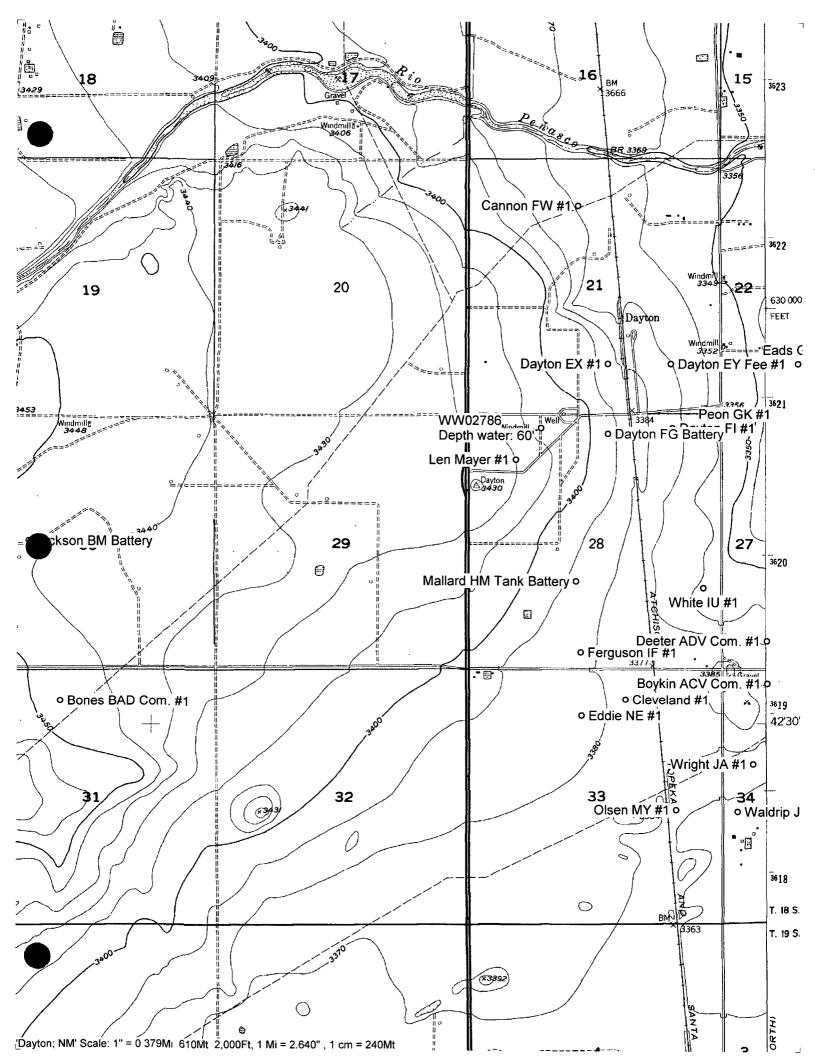
See attached e-mail/ fax

Client understands and would like to proceed with analysis

Cooling process had begun shortly after sampling event

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Bratcher, Mike, EMNRD

From: Sent: To: Cc: Subject: Bratcher, Mike, EMNRD Thursday, November 19, 2009 8:11 AM 'Bob Asher' Jerry Fanning RE: Dayton FG Battery

As agreed, thanks Bob.

Mike Bratcher

From: Bob Asher [mailto:BobA@yatespetroleum.com] Sent: Tuesday, November 17, 2009 10:59 AM To: Bratcher, Mike, EMNRD Cc: Jerry Fanning Subject: Dayton FG Battery

Mike,

Per our conversation today, November 17, 2009, on the work plan submitted for the Dayton FG Battery, Yates will have a contractor excavate an additional two (2) feet of impacted soils on the north half of the current excavation (to a total depth of 10'). Impacted soils will be taken to an NMOCD approved facility. When soils have been removed the scope of work described in the work plan will be started.

Thank you.



Robert Asher Yates Petroleum Corporation <u>boba@yatespetroleum.com</u> 575-748-4217 (Office) 575-365-4021 (Cell) 575-748-4662 (Fax)

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