



NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
DISTRICT 1 HOBBS
PO BOX 1988, Hobbs, NM 88241
(505) 393-6161
FAX (505) 393-0720

Jennifer A. Salisbury
CABINET SECRETARY

November 15, 1999

Maralo, LLC
P.O. Box 832
Midland, Tx 79702

Re: Humble State #360EL A
660 FNL 1980 FEL - Sec 36-Ts25S-R36E

Gentlemen:

FAX 915-684-9836

Anthony 390-7385

BEFORE EXAMINER
OIL CONSERVATION DIVISION
EXHIBIT NO. 2
CASE NO. 13142

Plugged in 1988

The New Mexico Oil Conservation Division (NMOCD) is aware of some existing contamination at the location mentioned above. The last well was P&A'd December 11, 1989. Upon abandoning the last well on the lease, the tank battery site associated should have been cleared and the remaining contamination remediated. In the New Mexico Rules and Regulations, Rule 202.B (d) states after the completion of plugging operations the operator shall: take such other measures as are necessary or required by the Division to restore the location to a safe and clean condition. Also in Rule 19.B, Abatement Standards and Requirements states that the vadose zone shall be abated so that water contaminants in the vadose zone will not with reasonable probability contaminate ground water or surface water, in excess of the standards through leaching, percolation, or other transport mechanisms, or as the water table elevation fluctuates.

Due to the contamination at the above referenced location the NMOCD hereby requests for the following:

1. Maralo perform vertical and horizontal extent at the above referenced location.
2. Maralo perform a site assessment and determine cleanup standards, using the guidelines for assistance.
3. Maralo submit to the NMOCD a site assessment and/or a remediation plan by December 15, 1999 for approval.
4. Provide to NMOCD a verification of the legals of tank battery locations involved.
(UL -S-Ts-R)

If you have any further questions, or need any assistance please do not hesitate to write or call me at (505)393-6161 ext...113.

Sincerely,

Donna Williams

Donna Williams
Environmental Engineer Specialist
Cc: Wayne Price; Chris Williams;

*Donna Logan
915-684-7441
called on Nov 17th
will set w/
meet