

SIANA

APD – Federal Well No. 1

23S 34E 10 O

30 025 28554

Surface owner – Federal / State

28 September 15 received email with pictures from State Land Office in regards to a release that was running down a road. See attachment A for pictures

I left a message to an Anthony Riggan on 28 September in regards to this matter and did not receive a response.

Contact was initiated by State Land Office 1 December 15, back to Anthony Riggan, and he informed us that our contact would be Tom Ragsdale (Siana Owner).

On 21 December 15, I sent an email to Anthony Riggan in regards to the site being in violation of NMAC for not providing documentation of the release. I received a response that Anthony Riggan, which stated he was waiting on direction from Tom Ragsdale.

After a phone conversation with Anthony Riggan on 4 January 16, I provided him a link to the OCD page where he could retrieve a blank copy of the C141, which then could be filled out.

4 January 16 received email that C141 was complete and waiting for Tom Ragsdale's signature. We found out at the time that Anthony Riggan is not an employee of Siana.

11 January 16, a completed C141 was received, indicating 2 barrels had been released and recovered. See attachment B for C141

11 January 16, I sent an email with the photographs for Attachment A, indicating that the release appeared to be greater than 5 barrels. In addition, I asked if any material had been scrapped and if there had been samples taken. I received a response on the same day from Anthony Riggan indicating the material had been scrapped up but was aware of no sampling.

12 January 16, I sent an email to Tom Ragsdale (owner) along with pictures from the initial release, asking for additional information, but have not received any response to that email.

13 January 16, received an email from State Land Office personnel, that during an site visit, it was observed that there was a fresh hydrocarbon release in addition to previous releases. She also indicated that material that had been previously scrapped up was sitting without a liner underneath it.

25 January 16, I sent a request for an update in regards to the C141, and was informed that the individual that had been working on the C141 was no longer employed with Siana and that Anthony Riggan would be handling this issue going forward. I informed him we were needing an updated C141, but have not heard from him since this exchange.

INSPECTIONS

30 September 15 – Mark Whitaker performed field inspection – oil and chloride staining inside diked area around battery were noted. See attachment

6 July 11 – No well sign present on location

31 December 08 – Apache called in that Siana's line was leaking

4 February 08 – Leak at transfer pump inside dyke, blowing into air, puddles on ground; was shut in; less than 5 barrels lost

8 November 07 – Heavy salt stain covering 40' x 100', spill report and clean requested

2 July 07 – Dyke still contains contaminated soil; pump not running; large pile of oily soil on plastic west side of batter

27 March 07 – Contaminated soil still in dyke, called BLM

21 February 07 – Looks like contaminated soil moved from Curry State Lease has been used in building dykes around the battery; large chunks of contamination exposed in dyke. Oily dirt on inside and outside dyke on north east corner

19 September 06 – Valve on pump discharge leaking, sump running over

12 September 06 – Sump still full of oil and water

30 August 06 – Sump barrel at pump is full of gear lube and running over on ground – first notice

12 April 06 – New well sign in place; well shut in; pump is gone; oil puddles inside dyke

9 November 05 – No well sign; oil/water mess covered up; third notice on well sign

28 September 05 – No well sign; also pump leaking produced water and gear lube on ground; large puddle on east side of pump

27 February 05 – No well sign – first notice

29 January 04 – Still no sign; pump is running

3 December 03 – No well sign; pump leaking

18 December 01 – No well sign (incorrect information); well active

14 August 01 – No well sign (incorrect information)

25 April 00 – No well sign

PRODUCTION

Last reported production 1 July 2015

MISC

Change of Operator – Dated 01 January 2005 from San Simon Water Disposal Co Inc. to Siana Operating LLC – approved 21 February 05

All attachments can be found at - L:\HOBBS\Kellie Jones\Siana