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 Revised October 10, 2003

Form C-141

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 | | | | | | | Final Report | | | | | |
|---|--|----------------|-------------|----------------|-------------------------|-----------------------------|-----------------------|----------|----------|--------------|--------|------|
| | | m Ridge Ex | | | | Contact: Amy Mackey | | | | | | |
| | | Bloomfield | , NM 874 | 113 | | | No.: (505) 632-3 | 476 Ext | 201 | | | |
| Facility Nar | ne: Carsor | Unit 206 | | | I | Facility Type: Gas Well | | | | | | |
| Surface Ow | ner: Feder | al | | Mineral O | wner: | | | | Lease N | lo.: NM 070 |)322 | |
| | | | | | TION | OF REI | | | | | | |
| Unit Letter E | | | | | | | | | | | | |
| | | | | Latitude 36.41 | | | le <u>-108.087250</u> | | | | | |
| - OD 1 | | | | NAT | URE | OF REL | | | | | | |
| Type of Release | | | | | | | Release: Unknow | - | | Recovered: L | | |
| | | | | | | Historical | lour of Occurrenc | e: | Date and | Hour of Disc | overy: | : NA |
| Was Immedia | ate Notice (| | Yes [| No 🛛 Not Re | quired | If YES, To | Whom? | | | | | |
| By Whom? | | | | | | Date and H | lour | | | | | |
| Was a Water | course Reac | | | | | | lume Impacting t | he Water | rcourse. | | | |
| | | | Yes 🛚 | No | | | | | | | | |
| If a Watercou | irse was Im | pacted, Descri | ibe Fully.* | • | | | | | | | | |
| Produced Wa into an earther From August approximatel to visual extereight (8) feet Method 418.1 Excavation or 335 mg/kg, or being encoun Rule 29 from | Describe Cause of Problem and Remedial Action Taken.* Produced Water from a gas well at the mentioned location formerly discharged into an earthen pit on location. The well has been altered to no longer drain into an earthen pit, but instead into an Above Ground Storage Tank (AST). Describe Area Affected and Cleanup Action Taken.* From August 31, 2009 through September 1, 2009, approximately 85 cubic yards of 'Production Sludge' was removed from the earthen pit to extents of approximately 12' x 12' x 8' deep. All sludge was taken to Envirotech's NMOCD permitted soil remediation facility, Landfarm #2. Sludge was removed to visual extents of contamination, where confirmation samples were collected; see attached <i>Analytical Results</i> . A sample was collected at the bottom at eight (8) feet below ground surface, and a composite was collected from the four (4) walls at 12' x 12' and analyzed in the field for TPH via USEPA Method 418.1, and in Envirotech's laboratory for benzene and BTEX via USEPA Method 8021 and for total chlorides via USEPA Method 4500B. Excavation could not continue beyond 12' x 12' due to well site equipment and the edge of the well pad. The wall composite returned chloride results of 335 mg/kg, confirming that a release has occurred at the above mentioned site; see <i>Analytical Results</i> . Excavation could not continue due to sandstone being encountered at 8' BGS. Chloride results from the bottom of the excavation at 8' BGS were 380 mg/kg. Elm Ridge Exploration will comply with Rule 29 from this point forward with the district office of the OCD. | | | | | | | | | | | |
| 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/ar regulations. | | | | | | | | | | | | |
| | | // | | | | | OIL CONS | SERV | ATION | DIVISIO | N | |
| Signature: | \mathcal{N} | 10 | | | | | | | | | | |
| Printed Name: Ms. Amy Mackey Approved by District Supervisor: | | | | | | | | | | | | |
| Title: Admini | strative Ma | nager | | | A | Approval Date: Expiration D | | Date: | | | | |
| E-mail Address: amackey1@elmridge.net | | | | | Conditions of Approval: | | | | | | | |
| Date: Attach Addit | Date: Phone: 505-632-3476 Ext 201 Attach Additional Sheets If Necessary | | | | | | | | | | | |



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:

Elm Ridge Exploration

Project #:

03056-0195

Sample No.:

1

Date Reported:

9/16/2009

Sample ID:

Bottom Composite @ 8'

Date Sampled:

9/1/2009

Sample Matrix:

Soil

Date Analyzed:

9/1/2009

Preservative:

Cool

Analysis Needed:

TPH-418.1

Condition:

Cool and Intact

| | | Det. |
|-----------|---------------|---------|
| | Concentration | Limit |
| Parameter | (mg/kg) | (mg/kg) |

Total Petroleum Hydrocarbons

8

5.0

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis

of Water and Waste, USEPA Storet No. 4551, 1978.

Comments:

Carson Unit 206

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Analyst

Review

Toni McKnight

Printed

James McDaniel

Printed



EPA METHOD 418.1 TOTAL PETROLEUM **HYDROCARBONS**

Client:

Elm Ridge Exploration

Project #:

03056-0195

Sample No.:

9/16/2009

Sample ID:

Wail Composite @ 12 ' x 12'

Date Reported:

Sample Matrix:

Soil

Date Sampled: Date Analyzed: 9/1/2009

Preservative:

Cool

Analysis Needed:

9/1/2009 TPH-418.1

Condition:

Cool and Intact

| | | Det |
|-----------|---------------|---------|
| | Concentration | Limit |
| Parameter | (mg/kg) | (mg/kg) |

Total Petroleum Hydrocarbons

16

5.0

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis

of Water and Waste, USEPA Storet No. 4551, 1978.

Comments:

Carson Unit 206

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Printed

Toni McKnight

Printed

James McDaniel

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 info@envirotech-inc.com envirotech-inc.com



CONTINUOUS CALIBRATION EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Cal. Date:

1-Sep-09

| Parameter | Standard Concentration mg/L | Concentration Reading mg/L | |
|-----------|-----------------------------------|----------------------------------|--|
| TPH | 100 | | |
| | 200 | 189 | |
| | 500 | | |
| | 1000 | | |

The accepted percent relative deviation (%RSD) of the calibration factor is less than 20% over the working range.

9/16/09

Toni McKnight

Print Name

Review

James McDaniel

Print Name



| Client: | ElmRidge | Project #: | 03056-0195 |
|--------------------|--------------------|---------------------|------------|
| Sample ID: | N/E Wall Composite | Date Reported: | 09-04-09 |
| Laboratory Number: | 51502 | Date Sampled: | 09-01-09 |
| Chain of Custody: | 7870 | Date Received: | 09-01-09 |
| Sample Matrix: | Soil | Date Analyzed: | 09-03-09 |
| Preservative: | Cool | Date Extracted: | 09-02-09 |
| Condition: | Intact | Analysis Requested: | BTEX |

| Parameter | Concentration (ug/Kg) | Det. Limit (ug/Kg) |
|----------------|-----------------------|--------------------------|
| Benzene | 1.8 | 0.9 |
| Toluene | 4.4 | 1.0 |
| Ethylbenzene | 1.8 | 1.0 |
| p,m-Xylene | 4.0 | 1.2 |
| o-Xylene | 3.5 | 0.9 |
| Total BTEX | 15.5 | |

ND - Parameter not detected at the stated detection limit.

| Surrogate Recoveries: | Parameter | Percent Recovery |
|-----------------------|---------------------|------------------|
| | Fluorobenzene | 99.0 % |
| | 1,4-difluorobenzene | 99.0 % |
| | Bromochlorobenzene | 99.0 % |

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Earth Pit Closure / Carson Unit 206

Analyst

Musthe m Walters Review



| Client: | ElmRidge | Project #: | 03056-0195 |
|--------------------|----------|---------------------|------------|
| Sample ID: | Bottom | Date Reported: | 09-04-09 |
| Laboratory Number: | 51503 | Date Sampled: | 09-01-09 |
| Chain of Custody: | 7870 | Date Received: | 09-01-09 |
| Sample Matrix: | Soil | Date Analyzed: | 09-03-09 |
| Preservative: | Cool | Date Extracted: | 09-02-09 |
| Condition: | Intact | Analysis Requested: | BTEX |

| Parameter | Concentration (ug/Kg) | Det. Limit (ug/Kg) | |
|--------------|-----------------------|--------------------------|--|
| | • | | |
| Benzene | 1.7 | 0.9 | |
| Toluene | 4.5 | 1.0 | |
| Ethylbenzene | 1.0 | 1.0 | |
| p,m-Xylene | 3.1 | 1.2 | |
| o-Xylene | 2.4 | 0.9 | |
| Total BTEX | 12.7 | | |

ND - Parameter not detected at the stated detection limit.

| Surrogate Recoveries: | Parameter | Percent Recovery |
|-----------------------|---------------------|------------------|
| - | Fluorobenzene | 98.0 % |
| | 1,4-difluorobenzene | 98.0 % |
| | Bromochlorobenzene | 98.0 % |

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Earth Pit Closure / Carson Unit 206

Analyst



| Client: Sample ID: Laboratory Number: Sample Matrix: Preservative: Condition: | N/A 09-03-BT QA/QC 51484 Soil N/A N/A | ! ! | Project #: Date Reported: Date Sampled: Date Received: Date Analyzed: Analysis: | | N/A 09-04-09 N/A N/A 09-03-09 BTEX |
|---|--|---|---|---------|---|
| | | | | | |
| | | , in the second | | | |
| Benzene | 2.4113E+006 | 2.4161E+006 | 0.2% | ND | 0.1 |
| Toluene | 2.2516E+006 | 2.2561E+006 | 0.2% | ND | 0.1 |
| Ethylbenzene | 2.0113E+006 | 2.0153E+006 | 0.2% | ND | 0.1 |
| p,m-Xylene | 5.2239E+006 | 5.2344E+006 | 0.2% | ND | 0.1 |
| o-Xylene | 1.9453E+006 | 1.9492E+006 | 0.2% | ND | 0.1 |
| 9: | | | | | |
| Benzene | 16.0 | 15.9 | 0.6% | 0 - 30% | 0.9 |
| Toluene | 12.2 | 13.3 | 9.0% | 0 - 30% | 1.0 |

| | 1 | | | - | No. 1 |
|----------------------|------|------|------|-------|----------|
| Benzene | 16.0 | 50.0 | 65.5 | 99.2% | 39 - 150 |
| Toluene | 12.2 | 50.0 | 61.3 | 98.6% | 46 - 148 |
| Ethylbenzene | 13.1 | 50.0 | 61.6 | 97.6% | 32 - 160 |
| p,m-Xylene | 24.8 | 100 | 127 | 102% | 46 - 148 |
| o-Xylen e | 15.7 | 50.0 | 58.7 | 89.3% | 46 - 148 |

12.7

24.5

15.4

3.1%

1.2%

1.9%

0 - 30%

0 - 30%

0 - 30%

1.0

1.2

0.9

13.1

24.8

15.7

ND - Parameter not detected at the stated detection limit.

References:

Ethylbenzene

p,m-Xylene

o-Xylene

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996.

Comments:

QA/QC for Samples 51484, 51499, 51502 - 51504, and 51506 - 51507.

Analyst



03056-0195 Elm Ridge Project #: Client: 09-04-09 Background Date Reported: Sample ID: 09-01-09 Lab ID#: 51501 Date Sampled: Sample Matrix: Soil Date Received: 09-01-09 09-02-09 Preservative: Cool Date Analyzed: Condition: Intact Chain of Custody: 7870

Concentration (mg/Kg) **Parameter**

Total Chloride 35

Reference: U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water*, 18th ed., 1992.

Comments: Earth Plt Closure / Carson Unit 206.



Elm Ridge Project #: 03056-0195 Client: 09-04-09 Sample ID: N/E Wall Composite Date Reported: 09-01-09 Lab ID#: 51502 Date Sampled: Date Received: 09-01-09 Sample Matrix: Soil Date Analyzed: 09-02-09 Preservative: Cool Condition: intact Chain of Custody: 7870

Parameter Concentration (mg/Kg)

Total Chloride 335

Reference: U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water*, 18th ed., 1992.

Comments: Earth Pit Closure / Carson Unit 206.

nalyst



380

Client: Elm Ridge Project #: 03056-0195 Sample ID: **Bottom** Date Reported: 09-04-09 Lab ID#: 51503 Date Sampled: 09-01-09 Sample Matrix: Soil Date Received: 09-01-09 Preservative: Cool Date Analyzed: 09-02-09 Condition: Intact Chain of Custody: 7870

Parameter Concentration (mg/Kg)

Total Chloride

Reference: U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: Earth Pit Closure / Carson Unit 206.

Review

5796 US Highway 64, Farmington, NM 87401

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc.com

CHAIN OF CUSTODY RECORD

| | | | looO | | ms2 ms2 | > > | > | > | 1 | | | | | | | 9 Pate Time 7/1/57 16:05 | | | | |
|---|----------------------------|------------------|-------------------|-----------|---|-------------------|----------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|------------------------------|--------------------------|------------------------------|--|---|
| | ANALYSIS / PARAMETERS | | | | СНС | 7 | 1 | 7 | | | | | | | | | | | | |
| | SIS / PA | | ±/H 4i | jiw c | TCLF PAH | | | | | | | | | _ | | • | | | | |
|] | ANALYS | | | | BCI | | | | | | | | | | | • } | | | | 통 |
| | | | uoįu∤ | | | | | | - | | | | | | | 0 | | | | op-inc.c |
| | | | Metal | | | ├ | | | | | | | | | | <u>a</u> | (e | e e | 4 8 | anvirote |
| | | (12081) 8560) | | | | | / | | | | | | | | | gnatu | gnatur | ignatur | Otat | ape |
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| 5 | | | | | | | 7, | 2 | | | | | | | | Received by: (Signature | Received by: (Signature) | Received by: (Signature) | Virotech Analytical Laboratory | 205-632 |
|) | 7 (0 | | | 1 | 6 ± 2€ ₹ | | - | | | | | | | | | | | 2 | ; | 7401 |
|) | n Unit | | | | No./Volume Preservative of House House Containers | 1/402 | 14.2 | 1/412 | | | | | | | | Time 16.20\$ | | | envirotec Analytical Laborato | ton, NM 8 |
| 5 | Carson | Jak | 1 | 3195 | Sample Matrix | Sludge Aqueous | Sludge | Sludge Aqueous | Studge Aqueous | Sludge Aqueous | Sludge Aqueous | Sludge Aqueous | Sludge Aqueous | Sludge Aqueous | Sludge Aqueous | 7/1/69 | • | | m | 5796 US Highway 64 • Farmington, NM 87401 • 505-632-0615 • lab@envirolech-inc.com |
| | / Location: Car | Mchoia | | 9 | ω ~ | | (3) E | | Sold Sold | Solid | <u> </u> | los S | Solid | Solid | los de | | | | | S Highwa |
| | Project Name / Local | Sampler Name: | Client No.: | 03056-019 | Lab No. | 1981 | | 50515 | | | | | | | | | | | | 5796 U |
| | <u>a (11)</u> | 8 \ | ច | <u> </u> | Sample | 2 | gr:45 | 10:30 | | | | | | | | | | | | |
| | | | | | Sample | 10/10 | 20/10 | 9//19 | | | | | | | | ature) | ature) | ature) | | |
| | Client: Rolge Elm Rolge | Client Address: | Client Phone No.: | | Sample No./ Identification | 3 | N/E Wallas, to | Batton | | | | | | | | Relinquished by: (Signatura) | | Relinquished by: (Signature) | | |

Bill of Lading

PHONE: (505) 632-0615 • 5796 U.S. HIGHWAY 64 • FARMINGTON, NEW MEXICO 87401

MANIFEST #_

DATE 8-31.0,08# 03056-0195 34162

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that no additional materials have been added."

COMPANY CONTACT MACK

PHONE_

COMPANY

SIGNATURE DATE_

PHONE: (505) 632-0615 • 5796 U.S. HIGHWAY 64 • FARMINGTON, NEW MEXICO 87401

Bill of Lading

34169

MANIFEST #__

DATE 9-1-0 & JOB# 03056-0199

| MPANY | DRIVER SIGNATURE | Colone 1 | | | | • | | | | ENTERED SEP 0 2 2009 | | nentioned Generator, and |
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| COMPLETE DESCRIPTION OF | DESTINATION | TI-11 | | | | | | | | LANDFARM | EMPLOYEE: | above location ha |
| CON | POINT OF ORIGIN | ELM RIDSE | | | | | | | | S: CHLORIDE TEST / | PAINT FILTER / | "I certify the material hauled from the above location has not been added to or mixed with, and is the same material received from the above mentioned Generator, and |
| LOAD | Ö. | - | | | | | | | | RESULTS: | ž | "I certify |

that no additional materials have been added."

NAME Sul MOKIANEY COMPANY CONTACT MACK

PHONE \$27-8711

COMPANY foor- For

SIGNATURE .DATE_

Bill of Lading

DRIVER SIGNATURE DATE 9-04-09 JOB# (15/2) 34188 **TRANSPORTING COMPANY** 953 TRK# TIME 75/926 75 1045 B 24 MANIFEST # COMPANY 5- n カーカ BBLS PHONE: (505) 632-0615 • 5796 U.S. HIGHWAY 64 • FARMINGTON, NEW MEXICO 87401 j YDS 20 0 11/8 ., 12 たる GRID COMPLETE DESCRIPTION OF SHIPMENT MATERIAL 1.50 DESTINATION LF# Carson 206 7 -POINT OF ORIGIN LOAD

"I certify the material hauled from the above location has not been added to or mixed with, and is the same material received from the above mentioned Gen SIGNATURE COMPANY that no additional materials have been added."

0 9 2009

ENTERED SEP

NOTES:

LANDFARM EMPLOYEE:

CHLORIDE TEST PAINT FILTER

RESULTS:

COMPANY CONTACT MACJC

NAME.

PHONE

DATE 7.0

Bill of Lading

PHONE: (505) 632-0615 • 5796 U.S. HIGHWAY 64 • FARMINGTON, NEW MEXICO 87401

34189 MANIFEST #

DATE 9.04.09 JOB# 03656 - 0195

DRIVER SIGNATURE **FRANSPORTING COMPANY** ENTERED SEP 0 9 2009 TRK# TIME 75 926 24 933 2 COMPANY h - h 4-4 カーカ NOTES BBLS YDS 20 4 5 20 GRID COMPLETE DESCRIPTION OF SHIPMENT ĺ MATERIAL Clean ろのこん <u>_</u> C4 15 01 DESTINATION LANDFARM EMPLOYEE: # 206 Ş POINT OF ORIGIN ENVIROTECH CHLORIDE TEST PAINT FILTER TEST ن. رہي RESULTS LOAD NO.

"I certify the material hauled from the above location has not been added to or mixed with, and is the same material received from the above mentioned Generator that no additional materials have been added."

MAC COMPANY CONTACT___

Scott

NAME,

- PHONE

COMPANY

DATE

SIGNATURE

Bill of Lading

34163

DATE 8-31-038# (03056-0195 MANIFEST # PHONE: (505) 632-0615 • 5796 U.S. HIGHWAY 64 • FARMINGTON, NEW MEXICO 87401

TRK# TIME DRIVER SIGNATURE RANSPORTING COMPANY ENTERED SEP 0 2 2009 178/1146 128/6/20 178 1353 COMPANY 4-4 b · h NOTES: BBLS Ø ľ, Ú YDS 0 GRID **SOMPLETE DESCRIPTION OF SHIPMENT** MATERIAL (/0a ? Elmr. 29c DESTINATION 12 908 LANDFARM EMPLOYEE: ENVIROTECH LFI POINT OF ORIGIN CHLORIDE TEST PAINT FILTER RESULTS LOAD NO.

"I certify the material hauled from the above location has not been added to or mixed with, and is the same material received from the above mentioned Generator, and that no additional materials have been added."

COMPANY CONTACT MACK

NAME CHA DON HEALT

PHONE 8272711

COMPANY FUIL-FUIL

SIGNATURE



August 24, 2009

Project No. 03056-0195

Mr. Mark Kelly Bureau of Land Management 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

Phone: (505) 599-8900

RE: Carson Unit 206 Earth Pit Closure Notification

Dear Mr. Kelly,

Please accept this letter and attached Sundry Notice as the necessary surface owner notification for earth pit closure activities at the Carson Unit 206 well site, owned and operated by Elm Ridge Exploration. The Carson Unit 206 well site is located in Unit E, Section 11, Township 25N, Range 12W, San Juan County, New Mexico. Closure activities are scheduled to begin on August 31, 2009 and continue through September 4, 2009.

We appreciate the opportunity to be of service. If you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully Submitted,

James McDaniel

Project Scientist

imcdaniel@envirotech-inc.com

ENVIROPECH-INC

Enclosure:

Sundry Notice

Cc:

Client File No. 03056

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No. NM-070322

| SUNDRY NOTICES AND REP Do not use this form for proposals abandoned well. Use Form 3160-3 (A | 6. If Indian, Allottee or | 6. If Indian, Allottee or Tribe Name | | | | | |
|---|---|---------------------------------------|---|--|--|--|--|
| SUBMIT IN TRIPLICATE - Other | r instructions on page 2. | 7. If Unit of CA/Agree | ment, Name and/or No. | | | | |
| 1. Type of Well Oil Well Gas Well Other | 8. Well Name and No. Carson Unit 206 | | | | | | |
| 2. Name of Operator Elm Ridge Exploration | | 9. API Well No. 30-045-25494 | | | | | |
| 3a. Address PO Box 156 Bloomfield, NM 87413 | 3b. Phone No. (include area code) (505) 632-3476 | 10. Field and Pool or E | exploratory Area | | | | |
| Location of Well Footage, Sec., T.,R.,M., or Survey Description 1850 FSL 790 FWL, E-11-25N-12W, Lat. 38.413521 long108.087250 | n | | 11. Country or Parish, State San Juan County, NM | | | | |
| 12. CHECK THE APPROPRIATE B | OX(ES) TO INDICATE NATURE OF | NOTICE, REPORT OR OTH | ER DATA | | | | |
| TYPE OF SUBMISSION | ТҮРЕ | OF ACTION | | | | | |
| ✓ Notice of Intent | Deepen Fracture Treat | Production (Start/Resume) Reclamation | Water Shut-Off Well Integrity | | | | |
| Subsequent Report Casing Repair Change Plans | New Construction Plug and Abandon | Recomplete Temporarily Abandon | Other Closure of an Earth Pit | | | | |
| Final Abandonment Notice Convert to Injection | | Water Disposal | | | | | |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. It the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Elm Ridge Exploration plans to begin closure activities for an earthen pit located at the above mentioned site. All formal notifications have been made. Closure activities are scheduled to being on Monday, August 31, 2009 and last through September 4, 2009.

| 14. I hereby certify that the foregoing is the and correct. Name (Printed/Typed) Ms. Arny Mackey Tit | te Administrative Manager | |
|---|--|---|
| Signature | te 08/24/2009 | |
| THIS SPACE FOR FEDERA | L OR STATE OFFICE USE | |
| Approved by | | |
| | Title | Date |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certifinat the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person | knowingly and willfully to make to any departm | ent or agency of the United States any false, |

fictitious or fraudulent statements Or representations as to any matter within its jurisdiction.

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment.

NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and grantingapproval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240



March 10, 2010

Project No. 03056-0195

Mr. Brad Jones New Mexico Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Phone (505) 476-3487

RE: C-141 Release Notification Form for the Carson Unit 206 Well Site

Dear Mr. Jones,

Please find enclosed a C-141 Release Notification Form and additional supporting closure documentation for the Carson Unit 206 well site owned and operated by Elm Ridge Exploration.

The previous additional 'Closure Plan' submitted by Envirotech, Inc. for Elm Ridge Exploration was a remediation plan, and not intended to be an alternative closure plan. All closure activities from this point forward will comply with Rule 29 with the district office of the OCD.

We appreciate the opportunity to be of service. If you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully Submitted,

ENVIROTECH, INC.

James McDaniel Project Scientist

jmcdaniel@envirotech-inc.com

Enclosure: C-141 Release Notification Form

Bills of Lading Proof of Notification

Cc: Client File No. 03056

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 info@envirotech-inc.com envirotech-inc.com

District 1
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

| | | | | | | OPERA | TOR | \boxtimes | | | | | |
|----------------|----------------|------------------|---------------|--|----------|--------------------------|-----------------------|-------------------------|-------------------|--------------|---------|---------------------|-------------|
| Name of Co | mpany: E | lm Ridge Ex | ploration | | | Contact: An | | | | | | | |
| | | , Bloomfield | | 113 | | | No.: (505) 632-3 | 476 Ext 20 |)1 | | | | |
| Facility Nar | ne: West I | Bisti Coal 10 | -2 | | | Facility Typ | e: Gas Well | | | | | | |
| Surface Ow | ner: Feder | al | | Mineral O | wner: | | | L | ease N | lo.: NM 31 | 311 | | |
| | | | | LOCA | TIOI | N OF REI | FASE | | | | | | |
| Unit Letter | Section | Township | Range | Feet from the | | South Line | Feet from the | East/West Line County | | | | | |
| K | 10 | 25N | 13W | 1850 | 1.0101 | FSL | 2475 | FWL | | San Juan | | | |
| | | | <u> </u> | | | | | | | | | | |
| | | | | Latitude 36.413 | 3548 | _ Longitud | le <u>-108.207010</u> | | | | | | |
| | | | | NAT | URE | OF REL | | | | | | | |
| Type of Rele | | | | | | | Release: Unknow | | | Recovered: | | | |
| Source of Re | lease: Earth | ı Pit | | | | 1 | lour of Occurrenc | e: Da | ite and l | Hour of Dis | covery | : NA | |
| Was Immedia | ate Notice (| Given? | | | | Historical If YES, To | Whom? | | | | | | |
| was minean | ile i totice (| | Yes [| No 🛛 Not Red | quired | n res, re | WHOIII: | | | | | | |
| By Whom? | | | | | | Date and H | | | | | | | |
| Was a Water | course Read | | Lv. K | Lar | | If YES, Vo | olume Impacting t | he Waterco | urse. | | | | |
| | | | Yes 🗵 | No | | | | | | | | | |
| If a Watercou | irse was Im | pacted, Descr | ibe Fully. | k | | | | | | | | | |
| Describe Cau | se of Probl | em and Reme | dial Actio | n Taken.* | | | | | | | | | |
| | | | | location formerly | dischar | ged into an ea | arthen pit on locat | ion. The we | ell has t | been altered | to no | longer o | drain |
| into an earthe | en pit, but in | nstead into an | Above Gr | ound Storage Tank | k (AST |). | | | | | | | |
| Describe Are | a Affacted | and Cleanup A | Action Tol | ran * | | | | <u> </u> | | | | | |
| | | | | c yards of 'Product | tion Sh | ıdge' was ren | noved from the ea | rthen pit to | extents | of approxi | nately | 10' x 1 | 0' x |
| 4.5' below th | e bottom of | f the pit, where | e a hard st | ale was encounter | ed. Slu | idge was take | n to Envirotech's | NMOCD p | ermitte | d soil remed | liation | facility | , |
| Landfarm #2 | . Sludge wa | as removed to | visual ext | ents of contaminat | tion, wl | nere confirma | tion samples were | e collected; | see atta | ched Analy | tical R | esults. | A |
| | | | | et below ground su | | | | | | | | | |
| chlorides via | USEPA M | ethod 4500B | Excavation Fx | d 418.1, and in En on could not contin | ivirotec | ond 10' v 10' | due to well site e | auinment a | OSEPA nd the f | ence line fo | the N | 1 10F tot Javaio | aı |
| | | | | ttom of the pit on s | | | | | | | | | kg of |
| benzene and | 50 mg/kg o | f total BTEX. | The samp | les from the bottor | m at sh | ale and the wa | all composite retu | rned results | of 420 | mg/kg and | 395 m | g/kg for | r |
| | pectively, c | onfirming that | t a release | occurred. Elm Ric | dge Exp | ploration will | comply with Rule | e 29 from th | is point | t forward w | ith the | district | office |
| of the OCD. | | | | | | | | | | | | | |
| I hereby certi | fy that the | information g | iven above | is true and comple | ete to t | he best of my | knowledge and u | nderstand th | nat purs | suant to NM | OCD 1 | rules an | d |
| regulations a | l operators | are required t | o report ai | nd/or file certain re | lease n | otifications a | nd perform correc | tive actions | for rele | eases which | may e | ndange | r |
| should their | or the envi | ronment. The | acceptant | ce of a C-141 report investigate and re | rt by th | e NMOCD m | arked as "Final R | eport" does | not reli | ieve the ope | rator o | of liabili | ty 2014h |
| | | | | tance of a C-141 r | | | | | | | | | |
| | | ws and/or/regi | | | | | от орогиот от | ***P ********** | ., 101 0 | p.11 | | ., 0 | |
| | 1 | | | | | • | OIL CON: | SERVA ₁ | TION | DIVISIO | ON | | |
| Signatura | Λ | | _ | | | | | | | | | | |
| Signature: | 1 | _/ | | | | | D: | | | | | | |
| Printed Name | : Ms. Amy | Mackey | | | | Approved by | District Supervise | or: | | | | | |
| Title: Admin | strative Ma | anager | | | | Approval Da | te: | Exp | iration l | Date: | | | |
| E-mail Addre | ss: amacke | y1@elmridge | .net | | | Conditions of | f Approval: | | | | | | |
| , | | _ | | | | | F F | | | Attached | · 📙 | | |
| | 15-10 | | | 05-632-3476 Ext 2 | 201 | | | | | | | | |
| Attach Addi | tional She | ets If Necess | ary | | | | | | | | | | |



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:

Elm Ridge Exploration

Sample No.:

03056-0206

Sample ID:

Bottom @ 5' (Shale)

10/2/2009

Sample Matrix:

Soil

Date Sampled: Date Analyzed: 9/15/2009 9/15/2009

Preservative:

Cool

Analysis Needed:

Date Reported:

Project #:

TPH-418.1

Condition:

Cool and Intact

| | | Det. |
|-----------|---------------|---------|
| | Concentration | Llmit |
| Parameter | (mg/kg) | (mg/kg) |

Total Petroleum Hydrocarbons

60

20.0

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis

of Water and Waste, USEPA Storet No. 4551, 1978.

Comments:

West Bisti Coal 10-2

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Robyn Jones

Printed

James McDaniel

Printed



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:

Elm Ridge Exploration

Project #:

03056-0206

Sample No.:

2

Date Reported:

10/2/2009

Sample ID:

Wall Composite

Date Sampled:

9/15/2009

Sample Matrix:

Soil

Date Analyzed:

9/15/2009

Preservative:

Cool

Analysis Needed:

TPH-418.1

Condition:

Cool and Intact

| | | Det. |
|-----------|---------------|---------|
| | Concentration | Limit |
| Parameter | (mg/kg) | (mg/kg) |

Total Petroleum Hydrocarbons

40

20.0

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis

of Water and Waste, USEPA Storet No. 4551, 1978.

Comments:

West Bisti Coal 10-2

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Robyn Jones

Printed

James McDaniel

Printed



CONTINUOUS CALIBRATION EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Cal. Date:

15-Sep-09

| Parameter | Standard Concentration mg/L | Concentration Reading mg/L | |
|-----------|-----------------------------------|----------------------------------|--|
| TPH | 100 | | |
| | 200 | 206 | |
| | 500 | | |
| | 1000 | | |

The accepted percent relative deviation (%RSD) of the calibration factor is less than 20% over the working range.

Robyn Jones

Print Name

Review

16/5/67

10/5/09

Date

James McDaniel

Print Name



| Client: | ElmRidge | Project #: | 03056-0206 |
|--------------------|--------------|---------------------|------------|
| Sample ID: | Wall Comp | Date Reported: | 09-21-09 |
| Laboratory Number: | 51714 | Date Sampled: | 09-15-09 |
| Chain of Custody: | 799 6 | Date Received: | 09-17-09 |
| Sample Matrix: | Soil | Date Analyzed: | 09-18-09 |
| Preservative: | Cool | Date Extracted: | 09-17-09 |
| Condition: | Intact | Analysis Requested: | BTEX |

| Parameter | Concentration (ug/Kg) | Det. Limit (ug/Kg) |
|--------------|-----------------------|--------------------------|
| | | • |
| Benzene | ND | 0.9 |
| Toluene | ND | 1.0 |
| Ethylbenzene | ND | 1.0 |
| p,m-Xylene | ND | 1.2 |
| o-Xylene | ND | 0.9 |
| Total BTEX | ND | |

ND - Parameter not detected at the stated detection limit.

| Surrogate Recoveries: | Parameter | Percent Recovery |
|-----------------------|---------------------|------------------|
| | Fluorobenzene | 96.0 % |
| | 1,4-difluorobenzene | 96.0 % |
| | Bromochlorobenzene | 96.0 % |

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

West Bisti Coal 10-2

Analyst

Christine of Walders Review



| Client: | ElmRidge | Project #: | 03056-0206 |
|--------------------|---------------------|---------------------|------------|
| Sample ID: | Bottom 5' Below Pit | Date Reported: | 09-21-09 |
| Laboratory Number: | 5171 5 | Date Sampled: | 09-15-09 |
| Chain of Custody: | 7996 | Date Received: | 09-17-09 |
| Sample Matrix: | Soil | Date Analyzed: | 09-18-09 |
| Preservative: | Cool | Date Extracted: | 09-17-09 |
| Condition: | Intact | Analysis Requested: | BTEX |

| Parameter | Concentration (ug/Kg) | Det. Limit (ug/Kg) | |
|--------------|-----------------------|--------------------------|--|
| | | | |
| Benzene | ND | 0.9 | |
| Toluene | 4.4 | 1.0 | |
| Ethylbenzene | 1.4 | 1.0 | |
| p,m-Xylene | 4.8 | 1.2 | |
| o-Xylene | 2.6 | 0.9 | |
| Total BTEX | 13.2 | | |

ND - Parameter not detected at the stated detection limit.

| Surrogate Recoveries: | Parameter | Percent Recovery |
|-----------------------|---------------------|------------------|
| | Fluorobenzene | 96.0 % |
| | 1,4-difluorobenzene | 96.0 % |
| | Bromochlorobenzene | 96.0 % |

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

West Bisti Coal 10-2

Analyst

Aristu Maeters
Review



| Client: | N/A | Project #: | N/A |
|--------------------|----------------|----------------|----------|
| Sample ID: | 09-18-BT QA/QC | Date Reported: | 09-21-09 |
| Laboratory Number: | 51680 | Date Sampled: | N/A |
| Sample Matrix: | Soil | Date Received: | N/A |
| Preservative: | N/A | Date Analyzed: | 09-18-09 |
| Condition: | N/A | Analysis: | BTEX |

| | | gradie Speciality | | | |
|--------------|-------------|----------------------|------|----|-----|
| Benzene | 1.1778E+006 | 1.1802E+006 | 0.2% | ND | 0.1 |
| Toluene | 1.0723E+006 | 1.0744E+006 | 0.2% | ND | 0.1 |
| Ethylbenzene | 9.5649E+005 | 9.5840E+005 | 0.2% | ND | 0.1 |
| p,m-Xylene | 2.4071E+006 | 2.4119E+006 | 0.2% | ND | 0.1 |
| o-Xylene | 9.0247E+005 | 9.0428E+005 | 0.2% | ND | 0.1 |

| Benzene | ND | ND | 0.0% | 0 - 30% | 0.9 |
|--------------|----|----|------|---------|-----|
| Toluene | ND | ND | 0.0% | 0 - 30% | 1.0 |
| Ethylbenzene | ND | ND | 0.0% | 0 - 30% | 1.0 |
| p,m-Xylene | ND | ND | 0.0% | 0 - 30% | 1.2 |
| o-Xylene | ND | ND | 0.0% | 0 - 30% | 0.9 |

| and the state of t | | | | | |
|--|----|------|------|-------|----------|
| Benzene | ND | 50.0 | 49.6 | 99.2% | 39 - 150 |
| Toluene | ND | 50.0 | 48.0 | 96.0% | 46 - 148 |
| Ethylbenzene | ND | 50.0 | 44.0 | 88.0% | 32 - 160 |
| p,m-Xylene | ND | 100 | 96.0 | 96.0% | 46 - 148 |
| o-Xylene | ND | 50.0 | 47.0 | 94.0% | 46 - 148 |

ND - Parameter not detected at the stated detection limit.

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using

Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996.

Comments:

QA/QC for Samples 51680 - 51684, 51699, 51714, 51715, 51717, and 51718.

Analyst



Chioride

Client: Elm Ridge Project #: 03056-0206 Sample ID: Wall Comp Date Reported: 09-21-09 Lab ID#: 51714 Date Sampled: 09-15-09 Sample Matrix: Soil Date Received: 09-17-09 Preservative: Cool Date Analyzed: 09-18-09 Condition: Intact Chain of Custody: 7996

Parameter

Concentration (mg/Kg)

Total Chloride

395

Reference:

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water*, 18th ed., 1992.

Comments:

West Bisti Coal 10-2.

Analyst



Elm Ridge Project #: 03056-0206 Client: Bottom 5' Below Pit Date Reported: 09-21-09 Sample ID: Lab ID#: 51715 Date Sampled: 09-15-09 Sample Matrix: Soil Date Received: 09-17-09 Preservative: Cool Date Analyzed: 09-18-09 Condition: Intact Chain of Custody: 7996

Parameter Concentration (mg/Kg)

Total Chloride 420

Reference: U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: West Bisti Coal 10-2.

nalyst (Maturn Weetle Review



Client: Elm Ridge Project #: 03056-0206 Sample ID: Background Date Reported: 09-21-09 Lab ID#: 51716 Date Sampled: 09-15-09 Sample Matrix: Soil Date Received: 09-17-09 Cool Preservative: Date Analyzed: 09-18-09 Condition: Intact Chain of Custody: 7996

Parameter

Concentration (mg/Kg)

Total Chloride

10

Reference:

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water*, 18th ed., 1992.

Comments:

West Bisti Coal 10-2.

Analyst

CHAIN OF CUSTODY RECORD

| Client | | | Project Name / Location: | Continue | | | | | | ļ | | | | | | | | | | |
|--------------------------------------|----------------|--------|---------------------------|-------------|-------------|--|-----------------------------------|--------------------------|------------------|---|--|--|---------|-----------------------|----------------|-------|-------|--------------------------------|---------|----------|
| Elmrida | | | West Batical 16- | h: Co | 7 97 | 4-5 | | | | | | A | NEYS18 | ANALYSIS / PARAMETERS | AMET | ERS | | | | |
| Client Address: 0 | | 0, | Sampler Name: | 37 | ıΛ | s. | | (3108 | | | | | | | | | | | | |
| Client Phone No.: | | | Client No.: (736 5 6 - 63 | 0-9 | 206 | | | 3 borten | bortteM) | bortheN | stem 8 | noinA \ | 4/H 4#W | | (1.811 | BOIF | | | 1000 e | e Intact |
| Sample No./ Identification | Sample Date | Sample | | 8 ≥ | | No./Volume of Containers | Preserve Hd, Hd | | | | | BCI | | H ∀ d |) H q I | снгов | | | Sample | Sample |
| Wall Como | 200 G | 13:32 | 915 05 13:50 GEHY | | Sludge | 1-408 | | 又 | > | | <u> </u> | | ├ | | | × | | | > | > |
| Coffer 5' Delange Glister 13,40 5145 | 1 C. C. | 13,46 | | 3 | Sludge | 704 | | 9 | 8 | | | | | ļ | | R | | | 7 | > |
| Kackarawa arata | E E | 13:3 | | | Sludge | 79/1-1 | | 8 | | | | | | | | Q | | | > | > |
| -> | | | | lios Sos | Studge | | | | | | | | | ļ | | | | | | , |
| | | | | Solid | Sludge | | | | | | | | - | | | | | | | <u> </u> |
| | | | | Sogia | Sludge | | | - | | | | | | ļ | | - | | - | | |
| | | | | Soil S | Sludge | | | | | | - | | - | | | | - | | | |
| | | | | | Sludge | | | | | | | + | - | | | | | | | |
| | | | | io Sign | Sludge | | | | | | | | | | | | | | | |
| | | | | Soil | Sludge | | | | | | | | _ | | | | | | | <u> </u> |
| Relinquished by: (Signature) | | | \ \ | | Date 9 | Time 14:50 | <u> </u> | Received by: | (Signature) | tture | | | |] , | | | 8 | Date 7 | | Time 5 |
| Relinquished (%: (9)grature) | ature | | | | + | | - | Received by: (Signature) | (Signa | (ture) | Ψ | | | | | | | | | |
| Relinquished by: (Signature) | ature) | | | | | | Rece | Received by: (Signature) | (Signa | (ture) | | | | | | | | | | |
| | | | | " | m_{i} | envirotech Analytical Laboratory | Nirotech Analytical Laboratory | 6 4 6 7 9 7 9 9 | O Section | 10 to 50 to | | | | | | | | | | |
| | | | 5796 US | 3 Highway | 64 • Farmin | 5796 US Highway 84 • Farmington, NM 87401 • 505-632-0615 • lab @envirotech-inc.com | 401 • 505 | -632-06 | 15 • lab | Oerwir | otech-ir | C.COM | | | | | OCENT | ACCENT Printing • Form 28-0807 | Form 28 | 8-0807 |



September 8, 2009

Project No. 03056-0206

Mr. Mark Kelly Bureau of Land Management 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

Phone: (505) 599-8900

RE: WEST BISTI COAL 10-2 EARTH PIT CLOSURE NOTIFICATION

Dear Mr. Kelly,

Please accept this letter and attached Sundry Notice as the necessary surface owner notification for earth pit closure activities at the West Bisti Coal 10-2 well site, owned and operated by Elm Ridge Exploration. The West Bisti Coal 10-2 well site is located in Unit K, Section 10, Township 25N, Range 13W, San Juan County, New Mexico. Closure activities are scheduled to begin on September 14, 2009 and continue through September 18, 2009.

We appreciate the opportunity to be of service. If you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully Submitted,

Envirotech, I

James McDaniel Project Scientist

imcdaniel@envirotech-inc.com

Enclosure:

Sundry Notice

Cc:

Client File No. 03056

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

| FORM APPRO | VED |
|------------------|------|
| | |
| OMB No. 1004- | 0137 |
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| Everyone Into 21 | วกาก |

| BURIEAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandomed weal. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRPLICATE - Other instructions on page 2. 7. If Unit of CA/Agreement, Name and/or No. | | ARIMENI OF THE | | | | E | xpires: | July 31, 2010 | |
|--|---|--|--|-----------------|-------------|---------------------------------|----------|---------------------------------------|--|
| SUNDRY NOTICES AND REPORTS ON WELL Do not use this form for proposals to drill or for re-enter an ebandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2. 7. If Unit of CAIAgreement, Name end/or No. | BUR | EAU OF LAND MAN | AGEMENT | | | | | | |
| Do not use thits form for proposals to drill or to re-enter an abandoned well. Use Form 7186-0, APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2 7. If Unit of CA/Agreement, Name and/or No. | SUNDRY N | OTICES AND REPO | RTS ON WELI | LS | | | or Trib | e Name | |
| SUBBATY IN TRIPPLICATE — Other instructions on page 2. 7. If Unit of CA/Agreement, Name and/or No. | Do not use this f | orm for proposals t | o drill or to re- | enter an | | | | | |
| Type of Well Ges Well Other Sew Basis Coart 10-2 | abandoned well. | Use Form 3160-3 (A | PD) for such p | roposals. | | | | | |
| Oil Well Other Other Swell Other Swell Swell Other Oth | SUBMIT | T IN TRIPLICATE - Other | instructions on pag | ye 2. | | 7. If Unit of CA/Agre | ement, | Name and/or No. | |
| Committee Comm | 1. Type of Well | | | | | | | | |
| 39. Address To boo 169 To bo 169 To bo 169 To bo 160 To boo 160 To | | /eil Other | | <u></u> | | West Bisti Coal 10- | | | |
| RO Sec. 156 Continued No. Continued | Name of Operator Elm Ridge Exploration | | | | | 9. API Well No. 30-045-28799 | | | |
| 4. Location of Well (Produces, Dec. T.R. M. or Survey Descriptions) 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION Acidize | PO Box 156 | | , | ude area code) | | 10. Field and Pool or | Explor | atory Area | |
| 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF SUBMISSION Alter Casing Production (Start/Resume) Alter Casing Production (Start/Resume) Alter Casing Repair New Construction Recomplete Continuent Report Casing Repair Production (Start/Resume) Recomplete Reclamation Recomplete Reclamation Recomplete Reclamation Pill Reclamation Proportily Abandon Prill Temporarily Abandon Prill Tempora | | R.,M., or Survey Description | * | | | 11. Country or Parish | State | | |
| TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent | 1850 FSL 2475 FWL, K-10-25N-13W, Lat 38.4 | i13548 long108/20701 | | | | • | - | | |
| Notice of Intent | 12. CHEC | K THE APPROPRIATE BO | X(ES) TO INDICAT | TE NATURE O | F NOTIC | E, REPORT OR OTH | ER DA | ATA | |
| Subsequent Report | TYPE OF SUBMISSION | | | TYPE | OF ACT | ON | _ | | |
| Alter Casing Friscuse Treat Reclamation Well Integrity Other Closure of an Earth New Construction Recomplete Other Closure of an Earth Pilug and Abandon Temporarily Abandon Pilug Sand Abandon Pil | Notice of Intent | Acidize | Deepen Deepen | | Produ | ction (Start/Resume) | | Water Shut-Off | |
| Change Plans Plag and Abandon Temporarily Abandon Pft | _ | Alter Casing | Fracture Tr | reat [| Recla | mation | | | |
| Final Abandonment Notice | Subsequent Report | Casing Repair | = | = | Recor | D 4 | | | |
| 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof: If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depicts of all pertinent markers and zones. Attach the Boad under which the work will be performed or provide the Bond NumBia. Required subsequent reports must be filled within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 31604 must be filled ones testing has been completed. Final Abandonment Notices must be filled only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Elim Ridge Exploration plans to begin closure activities for an earthen pit located at the above mentioned site. All formal notifications have been made. Closure activities are scheduled to being on Monday, September 14, 2009 and last through September 18, 2009. Title Administrative Manager Date: 09/08/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable fills to these rights in the subject lease which would write the applicant holds legal or equitable fills to these rights in the subject lease which would write the applicant to conduct operations thereon. Section 1031 and 11:43 U.S.C. Section 10212, make is a crime for any person knowingly and willfully to make to any department or agency of the United States say false. | □m tate to take | · = · | | bandon L | _ ` | inportatily receivable | | | |
| the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BIBM/BIA. Required subsequent reports must be filled within 30 days following completion of the involved operations. If the operation results in a multiple completion or ecompletion in a new interval, a Form 3160-4 must be filled once testing has been completed. Final Abandonnement Notices must be filled only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Elm Ridge Exploration plans to begin closure activities for an earthen pit located at the above mentioned site. All formal notifications have been made. Closure activities are scheduled to being on Monday, September 14, 2009 and last through September 18, 2009. 14. I hereby certify that the foregoing is trive and correct. Name (PrintedT) peed) Ms. Arny Mackey Title Administrative Manager Date 09/08/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Conditions of approval, if any, are stached. Approval of this notice does not warrant or certify that the applicant to conduct operations theroon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false. | | Final Abandonment Notice Convert to Injection Plug Back Water Disposal | | | | | | | |
| Signature Title Administrative Manager Date 09/08/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false. | | | | | | | tificati | ons hav e b een made. | |
| Signature Date 09/08/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false. | | rue and correct. Name (Printe | d/Typed) | | | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false. | MS. Allly Mackey | | Titl | e Administrati | ve Mana | ager | | | |
| Approved by Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false. | Signature / | W | Dat | c 09/08/2009 | • | | | | |
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| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. | that the applicant holds legal or equitable | title to those rights in the subje | | , | | | valc | | |
| | Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or representations. | U.S.C. Section 1212, make it a esentations as to any matter wi | a crime for any person thin its jurisdiction. | knowingly and v | willfully t | make to any departme | nt or a | gency of the United States any false, | |

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment.

NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and grantingapproval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

Bill of Lading

部(5) 832-0615 。 5796 U.S. HIGHWAY 64 • FARMINGTON, NEW MEXICO 87401

MANIFEST #

DATE 9-15-0908# 2

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237 - 2711 PHONE i TOTAL CONTROL STATE

COMPANY

DATE_

SIGNATURE

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Bill of Lading

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MANIFEST #

DATE 9-15-09 JOB#

DRIVER SIGNATURE TRANSPORTING COMPANY 13386 1245 TRK# TIME 138 15 COMPANY カール 4-4 BBLS l YDS ر ال 822 2001 GRID COMPLETE DESCRIPTION OF SHIPMENT MATERIAL 4.2.00 ر. در DESTINATION Hy? SOME OF ORDER

ा के नाहासामी hauled from the above location has not been added to or mixed with, and is the same material received from the above mentioned Generator, and a same materials have been added."

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NOTES:

LANDFARM EMPLOYEE:

PAINT FILTER TEST

1 JAIDE TEST

PHONE 505. 327-296

COMPANY Four & Four

DATE 9-15-09 SIGNATURE Chorus



March 10, 2010

Project No. 03056-0206

Mr. Brad Jones New Mexico Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Phone (505) 476-3487

RE: C-141 Release Notification Form for the West Bisti Coal 10-2 Well Site

Dear Mr. Jones,

Please find enclosed a C-141 Release Notification Form and additional supporting closure documentation for the West Bisti Coal 10-2 well site owned and operated by Elm Ridge Exploration.

The previous additional 'Closure Plan' submitted by Envirotech, Inc. for Elm Ridge Exploration was a remediation plan, and not an alternative closure plan. All closure activities from this point forward will comply with Rule 29 with the district office of the OCD.

We appreciate the opportunity to be of service. If you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully Submitted,

Envirotech, Inc.

James McDaniel Project Scientist

jmcdaniel@envirotech-inc.com

Enclosure: C-141 Release Notification Form

Bills of Lading

Proof of Notification

Cc: Client File No. 03056

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 2603 FEB 6 PM 27505

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

| Pit, Closed-Loop System, Below-Grade Tank, or |
|--|
| Proposed Alternative Method Permit or Closure Plan Application |

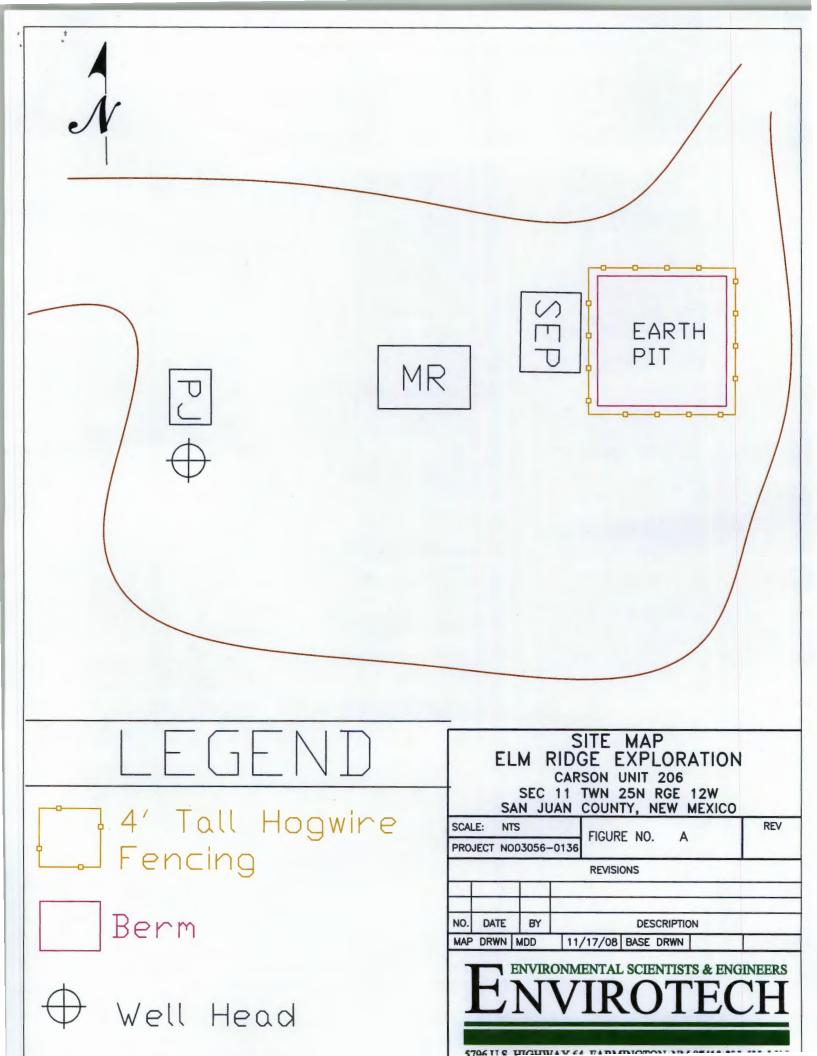
| Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application |
|--|
| Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method |
| Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request |
| Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances. |
| Operator: Elm Ridge Exploration OGRID #: 149052 |
| Address: P.O. Box 156; Bloomfield, NM 87413 |
| Facility or well name: Carson Unit 206 |
| API Number: 3004525494 OCD Permit Number: |
| U/L or Qtr/Qtr E Section II Township 25N Range 12W County: San Juan |
| Center of Proposed Design: Latitude <u>36.417889</u> Longitude <u>-108.086894</u> NAD: □1927 ⊠ 1983 |
| Surface Owner: Federal State Private Tribal Trust or Indian Allotment |
| 2. |
| ∑ <u>Pit</u> : Subsection F or G of 19.15.17.11 NMAC Ceased Emptying into in September 2008 |
| Temporary: Drilling Workover |
| ☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A |
| ☐ Lined ☑ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other |
| ☐ String-Reinforced |
| Liner Seams: Welded Factory Other Volume: bbl Dimensions: L 10' x W 10 x D 2' |
| 3. Closed-loop System: Subsection H of 19.15.17.11 NMAC |
| Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) |
| ☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other |
| ☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other |
| Liner Seams: Welded Factory Other |
| 4. |
| Below-grade tank: Subsection I of 19.15.17.11 NMAC |
| Volume:bbl Type of fluid: |
| Tank Construction material: |
| ☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off |
| ☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other |
| Liner type: Thicknessmil |
| 5. |
| Alternative Method: |
| Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. |

| • | |
|---|-----------------------------|
| Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet Alternate. Please specify 4' tall hogwire fencing with pipe railing | hospital, |
| Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible) | |
| Signs: Subsection C of 19.15.17.11 NMAC ☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers ☐ Signed in compliance with 19.15.3.103 NMAC | |
| Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau of consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. | office for |
| Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system. | priate district pproval. |
| Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes ☐ No |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).0. - Topographic map; Visual inspection (certification) of the proposed site | Yes No |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - (Applies to temporary, emergency, or cavitation pits and below-grade tanks) (| ☐ Yes ☐ No ☐ NA |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No ☐ NA |
| Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. | ☐ Yes ☐ No |
| Within 500 feet of a wetland. | |
| Within the area overlying a subsurface mine. | Yes No |
| Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map | ☐ Yes ☐ No |
| Within a 100-year floodplain FEMA map | ☐ Yes ☐ No |
| | ☐ Yes ☐ No |
| | ☐ Yes ☐ No |

| • |
|---|
| Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC Previously Approved Design (attach copy of design) API Number: |
| |
| Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC |
| ☐ Previously Approved Design (attach copy of design) API Number: |
| |
| Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use |
| above ground steel tanks or haul-off bins and propose to implement waste removal for closure) |
| Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Cimatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC Quality Control/Quality Assurance Construction and Installation Plan Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Preeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Nuisance or Hazardous Odors, including H ₂ S, Prevention Plan Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC |
| Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan. Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only) On-site Closure Method (Only for temporary pits and closed-loop systems) In-place Burial On-site Trench Burial Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration) |
| Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC |

| 16. | | |
|--|---|-------------------------------|
| Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or I Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids an facilities are required. | laul-off Bins Only: (19.15.17.13.D d drill cuttings. Use attachment if n | NMAC) nore than two |
| Disposal Facility Name: Disposal Facility | y Permit Number: | |
| Disposal Facility Name: Disposal Facility | y Permit Number: | |
| Will any of the proposed closed-loop system operations and associated activities occur on or in area ☐ Yes (If yes, please provide the information below) ☐ No | s that will not be used for future serv | ice and operations? |
| Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17. | NMAC | |
| Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Reprovided below. Requests regarding changes to certain siting criteria may require administrative considered an exception which must be submitted to the Santa Fe Environmental Bureau office f demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance. | approval from the appropriate distr | ict office o r m ay be |
| Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the search of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the searc | nearby wells | ☐ Yes ☐ No ☐ NA |
| Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the search of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the s | nearby wells | ☐ Yes ☐ No ☐ NA |
| Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the search of the State Engineer - iWATERS database search; USGS; Data obtained from the search of the sear | nearby wells | ☐ Yes ☐ No ☐ NA |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercoulake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | irse or lakebed, sinkhole, or playa | ☐ Yes ☐ No |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at t Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | he time of initial application. | ☐ Yes ☐ No |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five house watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existent - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of | ce at the time of initial application. | ☐ Yes ☐ No |
| Within incorporated municipal boundaries or within a defined municipal fresh water well field cove adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from | - | ☐ Yes ☐ No |
| Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (cer | tification) of the proposed site | ☐ Yes ☐ No |
| Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Di | vision | ☐ Yes ☐ No |
| Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Res Society; Topographic map | ources; USGS; NM Geological | ☐ Yes ☐ No |
| Within a 100-year floodplain FEMA map | | ☐ Yes ☐ No |
| On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following item by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19. Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate require Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 Re-vegetation Plan - based upon the appropriate requirements of Subsection 1 of 19.15.17.13 Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17. | 15.17.10 NMAC 19.15.17.13 NMAC ements of 19.15.17.11 NMAC the appropriate requirements of 19.15 esection F of 19.15.17.13 NMAC 19.15.17.13 NMAC a case on-site closure standards cannot NMAC NMAC | 15.17.11 NMAC |
| oused upon the appropriate requirements of Subsection Col 17.13.1 | III IIIIII | |

| Operator Application Certification I hereby certify that the information submitted with this application is true, accurately. | trate and complete to the best of my knowledge and belief. |
|--|---|
| Name (Print): Ms. Amy Mackey | Title: Administrative Manager |
| Signature: | Date: 2-4-09 |
| E-mail address: amackey1@elmridge.net | Telephone: |
| OCD Approval: Permit Application (including closure plan) Closure l | Plan (only) OCD Conditions (see attachment) |
| OCD Representative Signature: | Approval Date: 2/18/2009 |
| OCD Representative Signature: Out on mental Engineer Title: Environmental Engineer | OCD Permit Number: |
| Closure Report (required within 60 days of closure completion): Subsection Instructions: Operators are required to obtain an approved closure plan prior The closure report is required to be submitted to the division within 60 days of section of the form until an approved closure plan has been obtained and the complete. | n K of 19.15.17.13 NMAC to implementing any closure activities and submitting the closure report. The completion of the closure activities. Please do not complete this |
| | Closure Completion Date: |
| 22. Closure Method: ☐ Waste Excavation and Removal ☐ On-Site Closure Method ☐ Altern ☐ If different from approved plan, please explain. | native Closure Method |
| 23. Closure Report Regarding Waste Removal Closure For Closed-loop System Instructions: Please indentify the facility or facilities for where the liquids, dr. two facilities were utilized. | |
| Disposal Facility Name: | Disposal Facility Permit Number: |
| Disposal Facility Name: | Disposal Facility Permit Number: |
| Were the closed-loop system operations and associated activities performed on comparing the system operations and associated activities performed on the system of the sys | or in areas that will not be used for future service and operations? |
| Required for impacted areas which will not be used for future service and operation Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique | tions: |
| Closure Report Attachment Checklist: Instructions: Each of the following a mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division) Proof of Deed Notice (required for on-site closure) Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable) Waste Material Sampling Analytical Results (required for on-site closure) Disposal Facility Name and Permit Number Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique Site Reclamation (Photo Documentation) | |
| On-site Closure Location: LatitudeLong | itude NAD: |
| Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure belief. I also certify that the closure complies with all applicable closure require | |
| Name (Print): | Title: |
| Signature: | Date: |
| E-mail address: | Telephone: |



EARTHEN PIT CLOSURE PLAN

SITE NAME:

CARSON UNIT 206
UNIT LETTER E, SECTION 11, TOWNSHIP 25N, RANGE 12W
SAN JUAN COUNTY, NEW MEXICO
LATITUDE 36.417889 LONGITUDE -108.086894

SUBMITTED TO:

MR. WAYNE PRICE
NEW MEXICO OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DRIVE
SANTA FE, NEW MEXICO 87505
(505) 476-3490

SUBMITTED BY:

Ms. AMY MACKEY
ELM RIDGE EXPLORATION
P.O. BOX 156
BLOOMFIELD, NEW MEXICO 87413
(505) 632-3476 EXT. 201

JANUARY 2009

EARTHEN PIT CLOSURE PLAN ELM RIDGE EXPLORATION CARSON UNIT 206 SAN JUAN COUNTY, NEW MEXICO

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Introduction

Elm Ridge Exploration would like to submit a closure plan for the earthen pit at the Carson Unit 206 well site located in the SW ¼ NW ¼ of Section 11, Township 25N, Range 12W, San Juan County, New Mexico. This closure plan has been prepared in conformance with the closure requirements of 19.15.17.13 NMAC.

SCOPE OF CLOSURE ACTIVITIES

The purpose of this closure plan is to provide the details of activities involved in the closure of the permanent unlined pit at the Carson Unit 206 well site. The following scope of closure activities has been designed to meet this objective:

- 1) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will close all former earthen pits prior to the closure date agreed upon by the New Mexico Oil Conservation Division of December 31, 2009.
- 2) In accordance with of Subsection A of 19.15.17.13 NMAC, Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will close any earthen pits at a date the division requires because of imminent danger to fresh water, public health, or the environment.
- 3) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will close earthen pits first which seem to pose a greater risk to fresh water, public health, or the environment. This will be determined by the locations proximity to surface water sources and distance to groundwater.
- 4) No less than 60 days prior to any earthen pit closure activities, Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will provide written notification to the Santa Fe NMOCD office as well as a schedule of on-site activities, as in accordance with 19.15.17.13 Subsection J Paragraph (3) NMAC.
- 5) No less than 24 hours and no greater than one (1) week prior to earthen pit removal Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will provide written notification to the appropriate surface owner as well as a schedule of on-site activities, as in accordance with 19.15.17.13 Subsection J Paragraph (1) NMAC. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will notify the surface owner by certified mail, return receipt requested, that the operator plans to close an earthen pit. The return receipt will be used to ensure that the surface owner has received written notification no less than 24 hours and no greater than one (1) week prior to the beginning of BGT closure activities. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records is sufficient to demonstrate compliance with this Closure activities that will take place on tribal land will have notifications sent by certified mail, return receipt requested, to the appropriate tribal office. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will notify the Bureau of Land Management (BLM) of closure activities for wells located on federal land per a Sundry Notice, as in accordance with 19.15.17.13 Subsection J Paragraph (1) NMAC. All notices will be sent in such a way that the surface owner received notice at least 24 hours prior to the beginning of

closure activities.

- 6) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will remove all liquids, and/or sludge, to visual extents, prior to closure sampling. Material will be disposed of at Envirotech's Landfarm #2, Permit # NM-01-0011, TNT Environmental Inc. Landfarm, Permit # NM-01-0008, Industrial Ecosystems Inc. (IEI) Landfarm, Permit # NM-01-0010B or Basin Disposal, Permit # NM-01-0005, depending on the consistence of the material removed, as in accordance with 19.15.17.13 Subsection C Paragraph (1) NMAC.
- 7) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will remove all on-site equipment associated with this earthen pit unless it is required for some other purpose, as in accordance with 19.15.17.13 Subsection C Paragraph (2) NMAC. The equipment that meets the requirements of 19.15.9.712 Subsection A NMAC and 19.15.9.712 Subsection D Paragraph (1) will be disposed of at San Juan County Regional Landfill. Waste that is classified by 19.15.9.712 Subsection D Paragraph (2) will be sampled accordingly to determine acceptance of this material at the San Juan County Regional Landfill. Waste that is unable to be accepted at the San Juan County Regional Landfill will be submitted to the OCD on a case-by-case basis in accordance with Paragraph (3) of Subsection D of 19.15.9.712.
- 8) Once the earthen pit is removed to visual extents of contamination, a five (5)-point composite sample will be collected from directly below the liner(s) or at native soil. Additional discrete samples will be collected from any area that is wet, discolored, or show other evidence of a release. All samples being collected will be analyzed for benzene, and total BTEX via USEPA Method 8021B, TPH via USEPA Method 418.1, and chlorides via USEPA 300.1, as in accordance with 19.15.17.13 Subsection C Paragraph (3) NMAC.
- 9) Depending on soil sample results the area will be either backfilled or the area will be excavated.
 - a. If soil samples do not exceed the regulatory standards of 0.2 mg/kg benzene, 50 mg/kg BTEX, 100 mg/kg TPH, and 250 mg/kg or background concentration of chlorides, as in accordance with 19.15.17.13 Subsection C Paragraph (3) NMAC.
 - i. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, shall submit a Form C-141 with the laboratory results so that the division may review the results to determine if additional delineation is required in accordance with Paragraph (4) of Subsection C of 19.15.17.13 NMAC.
 - ii. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will backfill the excavation or impacted area with non-waste containing, earthen material, in accordance with 19.15.17.13 Subsection E Paragraph (6) NMAC. A soil cover shall be installed for all backfilled excavations consisting of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater in accordance with Subsections H of 19.15.17.13 NMAC. The operator shall construct the soil cover to the site's existing grade and prevent ponding of water and erosion of the cover material.
 - iii. All areas of the well site that are no longer utilized on a day to day basis for the production of oil and/or gas, Elm Ridge Exploration, or a

contractor acting on behalf of Elm Ridge Exploration, will substantially restore, re-contour and re-vegetate the areas, in accordance with 19.15.17.13 Subsections G and I NMAC. The operator shall notify the division when it has been re-seeded and when it has achieved successful re-vegetation. For re-vegetation methods, please see attached re-vegetation plan.

b. If soil samples exceed the regulatory standards stated above.

- i. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, shall submit a Form C-141 with the laboratory results so that the division may review the results to determine if additional delineation is required in accordance with Paragraph (4) of Subsection C of 19.15.17.13 NMAC.
- ii. Activities beyond this point will be in accordance with 19.15.3.116 NMAC and 19.15.11.19 NMAC.

REPORTING

Elm Ridge Exploration will submit a closure report within 60 days following the earthen pit closure. The closure report will consist of a form C-144 with all supporting data and a form C-141 with all supporting data. The supporting data will include proof of closure notice to the surface owner and the OCD, confirmation sampling analytical results, a site diagram, soil backfilling and cover installation, re-vegetation rates, re-seeding techniques and site reclamation photo documentation if applicable, along with all other information related to the onsite activities.

We appreciate the opportunity to be of service. If you have any questions or require further information, please do not hesitate to contact our office at (505) 632-3476 Ext. 201.

Respectfully Submitted:

Elm Ridge Exploration

Amy Mackey

Elm Ridge Exploration

Elm Ridge Exploration

Re-Seeding Techniques and Seed Mixture Ratios

These applied practices by Elm Ridge Exploration will at a minimum comply with the New Mexico Oil Conservation Divisions rule 19.15.17.13, Subsection I NMAC Elm Ridge Exploration has adopted these re-seeding application techniques, ratios and mixtures as their standard operating procedures.

- 1. The first growing season after closure of a below grade tank or pit, all areas of the well site not utilized for the production of oil and/or gas on a daily basis will be re-seeded with the specified seed mixture.
- 2. The seed mixture used will be certified with no primary or secondary noxious weeds in seed mixtures. The seed labels from each bag shall be available for inspection while seed is being sown.
- 3. The operator shall accomplish seeding by drilling on the contour whenever practical or by other division-approved methods. The operator shall obtain vegetative cover that equals 70% of the native perennial vegetative cover (un-impacted by overgrazing, fire or other intrusion damaging to native vegetation) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. During the two growing seasons that prove viability, there shall be no artificial irrigation of the vegetation.
- 4. Hand seeding with hydro-mulch, excelsior netting or mulch with netting is required on the cut/fill slopes. Mulch will be spread at a rate of 2,000-3,000 pounds per acre.
- 5. Compacted areas determined by visual inspection will be ripped to a depth of twelve (12) inches below ground surface and disked to a depth of six (6) inches before seeding. Seeding shall be done with a disk type drill with two (2) boxes for various seed sizes. The drill rows shall be eight (8) to ten (10) inches apart. Seed shall be planted at no less than one-half (1/2) inch deep or more than one (1) inch deep. The seeder shall be followed with a drag, packer, or roller to ensure uniform coverage of the seed and adequate compaction. Drilling shall be done on the contour where possible, but not up and down the slope.
- 6. Where slopes are too steep for contour drilling a hand seeder shall be used. Seed shall be covered to the depth stated above by whatever means is practical. If the seed is unable to be covered by the means listed above, the prescribed seed mixture amount will be doubled.

- 7. Elm Ridge Exploration shall repeat seeding or planting until it successfully achieves the required vegetative cover of 70% of the native perennial vegetation cover.
- 8. Upon abandonment of a well site, if the retention of the access road is not considered necessary for the management and multiple uses of the natural resources, or by the surface owner, it will be ripped a minimum of twelve (12) inches in depth. After ripping, water bars will be installed. All ripped surfaces are to be protected from vehicular travel by construction of a dead end ditch and earthen barricade at the entrance to these ripped areas. Re-seeding of areas affected by the ditch and barriers will be re-seeded if necessary.
- 9. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will inform the division once successful re-vegetation has occurred.

* 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

| | | | | | | OPERA' | ГOR | | | al Report | | Final Report |
|--|---|---|--|---|---|---|---|--------------------------------------|---|---|----------------------------------|-----------------------------------|
| Name of Company: Elm Ridge Exploration | | | | | | Contact: An | | | | | | |
| Address: PO Box 156, Bloomfield, NM 87413 | | | | | Telephone No.: (505) 632-3476 Ext 201 | | | | | | | |
| Facility Name: Carson Unit 206 | | | | | | Facility Typ | e: Gas Well | | | | | |
| Surface Owner: Federal Mineral Owner | | | | | | | | | Lease N | No.: NM 07 | 0322 | |
| | | | | LOCA | ATIO | N OF RE | LEASE | | | | | |
| Unit Letter | Section | Township | Range | Feet from the | | /South Line Feet from the East/West Line Cour | | | | County | | |
| Е | 11 | 25N | 12W | 1850 | | FSL | 790 | | FWL | San Juan | | |
| Latitude 36.413521 Longitude -108.087250 | | | | | | | | | | | | |
| | | | | NAT | URE | OF REL | EASE | | | | | |
| Type of Rele | | | | | | | Release: Unknow | | | Recovered: 1 | | |
| Source of Re | ease: Earth | ı Pit | | | | | lour of Occurrence | ce: | Date and | Hour of Disc | overy: | NA |
| Was Immedia | te Notice (| Given? | | | | Historical If YES, To | Whom? | | | | | |
| milledi | | | Yes | No 🛛 Not Re | equired | 1. 11.5, 10 | THOM. | | | | | |
| By Whom? | | | | | | Date and F | lour | | | | | |
| Was a Water | ourse Read | | | | | If YES, Vo | lume Impacting t | the Wat | ercourse. | | | |
| | | Ш | Yes 🛚 | No | | | | | | | | |
| If a Watercou | rse was Im | pacted, Descr | ibe Fully.* | | | | | | | | | |
| Produced Wa | ter from a g | em and Remed gas well at the instead into an | mentione | n Taken.* d location former ound Storage Tan | ly disch ık (AST | arged into an | earthen pit on loc | eation. | The well ha | s been altered | d to no | longer drain |
| Describe Area Affected and Cleanup Action Taken.* From August 31, 2009 through September 1, 2009, 'Production Sludge' was removed from the earthen pit to extents of approximately 12' x 12' x 8' dee Sludge was removed to visual extents of contamination, where confirmation samples were collected; see attached <i>Analytical Results</i> . A sample was collected at the bottom at eight (8) feet below ground surface, and a composite was collected from the four (4) walls at 12' x 12' and analyzed in the field for TPH via USEPA Method 418.1, and in Envirotech's laboratory for benzene and BTEX via USEPA Method 8021 and for total chlorides via USEPA Method 4500B. Excavation could not continue beyond 12' x 12' due to well site equipment and the edge of the well pad. The wall composite returned chloride results of 300 mg/kg above background, confirming that a release has occurred at the above mentioned site; see <i>Analytical Results</i> . Excavation could not continue due to sandstone being encountered at 8' BGS. Chloride results from the bottom of the excavation at 8' BGS was 345 mg/kg above background for this site. Please reference the attached Carson Unit 206 Closure Plan for Elm Ridge Exploration's proposed course of action concerning this release. | | | | | e was in the field USEPA returned xcavation g above oncerning | | | | | | | |
| regulations al public health should their of or the environ | I operators or the envir perations hament. In a | are required to ronment. The have failed to a | o report an acceptance adoquately OCD accep | is true and comp ad/or file certain re se of a C-141 repo investigate and re tance of a C-141 | elease nort by the emediat | otifications as e NMOCD m e contaminati | nd perform correct arked as "Final R on that pose a thr | ctive act deport" of reat to g | tions for rele does not relationships round water | eases which needs the oper- tern the oper- tern surface was | may end ator of l ter, hum | danger liability nan health |
| | | 1 | | | | | OIL CON | SERV | ATION | DIVISIO | N | |
| Signature: | | | | | | | | | | | | |
| Printed Name | : Ms. Amy | Mackey | | | | Approved by | District Supervis | or: | | | | |
| Title: Admini | strative Ma | ınager | | | | Approval Dat | oval Date: Expiration Date: | | | | | |
| • | E-mail Address: amackey l@elmridge.net Date: Date: Phone: 505-632-3476 Ext 201 | | | | Conditions of | | 1 | | Attached | | | |

RELEASE CLOSURE PLAN

SITE NAME:

CARSON UNIT 206
UNIT LETTER E, SECTION 11, TOWNSHIP 25N, RANGE 12W
SAN JUAN COUNTY, NEW MEXICO
LATITUDE 36.413521 LONGITUDE -108.087250

SUBMITTED TO:

MR. BRAD JONES
NEW MEXICO OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DRIVE
SANTA FE, NEW MEXICO 87505
(505) 476-3490

SUBMITTED BY:

Ms. AMY MACKEY
ELM RIDGE EXPLORATION
P.O. BOX 156
BLOOMFIELD, NEW MEXICO 87413
(505) 632-3476 EXT. 201

SEPTEMBER 2009

Release Closure Plan Elm Ridge Exploration Carson Unit 206 Project No. 03056-0195 Page 1

INTRODUCTION

The purpose of this release closure plan is to provide the details of activities involved in the closure of the confirmed release from the former earthen pit located at the Carson Unit 206 well site located in Unit E, Section 11, Township 25N, Range 12W, San Juan County, New Mexico. From August 31, 2009 through September 1, 2009, 'production sludge' was removed from the former earthen pit located at the Carson Unit 206 well site. The 'production sludge' was removed to visual extents of approximately 12' x 12' x 8' below the ground surface, where sandstone was encountered. The walls of the earthen pit were excavated to extents of 12' x 12' where excavation could no longer continue due to stability issues from the onsite above ground storage tank and separator on one (1) side, and the edge of the well location on the other side. A wall composite sample was collected at these extents of excavation. Both earthen pit samples were analyzed in the field for TPH via USEPA Method 418.1 with each sample returning results below the 100 mg/kg standard required by the 'Pit Rule'. Both samples were then collected into four (4)-ounce glass jars, capped headspace free, and transported with ice under chain of custody to Envirotech's laboratory to be analyzed for benzene and BTEX via USEPA Method 8021 and for total chlorides via USEPA Method 4500B. Both samples were below the 100 mg/kg TPH standard, the 0.2 mg/kg benzene standard, the 50 mg/kg BTEX standard, but above the 250 mg/kg above background total chlorides standard. A background sample was collected at this location at approximately two (2) feet below ground surface and analyzed in Envirotech's laboratory for total chlorides via USEPA Method 4500B. The background sample returned results of 35 mg/kg total chlorides. The composite sample taken from the walls of the excavation is 345 mg/kg above the background level for chlorides for this site, and the sample collected from the sandstone bottom was 300 mg/kg above the background level for chloride for this site, confirming that a release has occurred at the Carson Unit 206 well site.

Closure Plan

Elm Ridge Exploration is proposing to close the remainder of the earthen pit in place citing precedence set forth in the New Mexico Oil and Conservation Division (NMOCD) 'Pit Rule'.

- The composite sample collected from the walls was dry, and did not contain groundwater.
- A permit submitted by Permit's West for a drill pit at the Carson Unit 10-332T well site, approved by the OCD in November of 2008, shows a groundwater elevation at this site of 6,071 feet. The Carson Unit 206 well site is located approximately 2,095 feet to the north-east of the Carson Unit 10-332T well site at an elevation of approximately 6,250 feet. These findings indicate that the depth to groundwater is over 100 feet at the Carson Unit 206 well site; see *Topographic Map*.
- The nearest surface water is approximately 480 feet to the south-west of the Carson Unit 206 well site; see *Topographic Map*.
- According to an iWATERS database search, a water wells exist within Section 11, Township 25N, Range 12W. The coordinates given for this well site place the well at Latitude 36.419222 and Longitude -105.624325, near Taos, New Mexico. Taos, New Mexico is located approximately 134 miles east from the well site. This indicates that a

Release Closure Plan Elm Ridge Exploration Carson Unit 206 Project No. 03056-0195 Page 2

clerical error occurred on the iWATERS database site when listing the range for this site. The range should read 11E. Envirotech reached this conclusion based on the fact that 22 grid section, the amount between Range 11W and 11E, measures approximately 132 miles, nearly the exact distance measured between the well site and the groundwater well as placed by its GPS coordinates. This data indicates that the groundwater well is located in Section 11, Township 25N, Range 11E, not within Section 11, Township 25N, Range 12W. This indicates that no wells exist within 1,000 feet of the Carson Unit 206 well site; see *iWATERS Database Search*.

- The Carson Unit 206 well site is not located within an area overlying a subsurface mine; see attached *Mine Map*.
- The Carson Unit 206 well site is not within 300 feet of a permanent residence, school, hospital, institution or church; see attached *Aerial Photograph*.
- The Carson Unit 206 well site is not within incorporated municipal boundaries; see attached *Topographic Map*.
- The Carson Unit 206 well site is not located within 500 feet of a wetland; see attached *Wetlands Map*.
- The Carson Unit 206 well site is not located within an unstable area. This data was obtained from frequent site visits during closure activities by Envirotech, Inc. personnel.
- The Carson Unit 206 well site is not within a 100 year flood plain; see attached *FEMA Map*.

Currently, the NMOCD allows on-site burial of drill pits that meet these criteria, outlined in 19.15.17.10 Subpart A NMAC. The chloride levels found in the earthen pit at the Carson Unit 206 well site are well below the 1,000 mg/kg chloride standard allowed for on-site burial at well sites with groundwater depths greater than 100 feet from the bottom of the drill pit based on rule 19.15.17.10 Subpart C . Elm Ridge Exploration is proposing to bury the remainder of the chlorides found at this site based on the analytical results found and the siting criteria determined for this site, which indicate that the chloride levels found at this site "do not pose a threat to present or foreseeable beneficial use of fresh waters, public health and the environment".

REPORTING

Elm Ridge Exploration will submit a closure report within 60 days following the earthen pit final closure. The closure report will consist of a form C-144 with all supporting data. The supporting data will include proof of closure notice to the surface owner and the OCD, confirmation sampling analytical results, a site diagram, soil backfilling and cover installation, re-vegetation rates, re-seeding techniques and site reclamation photo documentation if applicable, along with all other information related to the onsite activities.

Release Closure Plan Elm Ridge Exploration Carson Unit 206 Project No. 03056-0195 Page 3

We appreciate the opportunity to be of service. If you have any questions or require further information, please contact our office at (505) 632-3476 Ext. 201.

Respectfully Submitted:

Elm Ridge Exploration

my Mackey

Elm Ridge Exploration

| | | | ••- | | | | | 03056-0195 |
|---|--|---|------------------------------------|------------------------------|--|----------------------|-----------------|--|
| PAGE NO: OF DATE STARTED: 8/3/ DATE FINISHED: | 1/09 | | · | • | 012C1 (800) 362-18 armington, NW C | | LAT: 36° | mental specialist: 25.080 108°5.2105 |
| | FIELD R | EPORT: | BGT / P | IT CLOS | SURE VE | RIFICAT | TION | |
| LOCATION: NAME: C | erson W | WT ## | WELL #: | | TEMP PIT: | PERMAN | ENT PIT: > | |
| LEGAL ADD: UNIT: | E | SEC: // | | TWP: 25 | | | | PM: N M |
| QTR/FOOTAGE <u>: 1850'F</u> | 3 13 790 | PNC | | in Jua | 1 | ST: New | s mexis | |
| EXCAVATION APPROX: | 12' | FT. X | 12' | FT. X | 6' | FT. DEEP | CUBIC YA | RDAGE: |
| DISPOSAL FACILITY: LAND OWNER: | Enviro | | ADI. 20- | REMEDIA 25-25-4 | TION METHO | DD: Land BGT/PITV | OLIME: | 1 |
| CONSTRUCTION MATERI | | | | | 49 WITH LEAK I | | | |
| LOCATION APPROXIMAT | | | FT. 10 | | FROM WELI | | | |
| DEPTH TO GROUNDWATI | | | | | | | | |
| TEMPORARY PIT - GI BENZENE ≤ 0.2 mg/kg, I TEMPORARY PIT - GI BENZENE ≤ 0.2 mg/kg, B Y PERMANENT PIT OR BENZENE ≤ 0.2 mg/kg, I | 3TEX ≤ 50 mg/k ROUNDWAT TEX ≤ 50 mg/k BGT | kg, GRO & DRO ER ≥100 FEE cg, GRO & DRO | O FRACTION T DEEP O FRACTION | V (8015) ≤ 50 s, CHLORIDI | 0 mg/kg, TPH (4 ES ≤ 250 mg/kg | ¥18.1)≤2500 | | |
| | TD IT | CAMPLEID | YARNO | | D 418.1 ANAL | | DEADDIC | CALC. (mg/kg) |
| | 8: 57 | SAMPLE I.D. 200 STD | LAB NO. | WEIGHT (g | mL FREON | DILUTION - | READING | 183 |
| | 10:33 | Topofmud | 1 | 5 | 20 | у. | /33 | 532 |
| | 15:44 | Sludge = 6 | 3 | 5 | 20 | 4. | 02 | 0 G B |
| | | 8 | 4 | | | | | |
| | | | 5 6 | | | | | |
| PERIM | ETER | 45 | FIELD C | HLORIDE | S RESULTS | | PRC | DFILE |
| LAB SAMPLE SAMPLE ID ANALYSIS BENZENE BTEX GRO & DR CHLORIDE | ES RESULTS | NOTES: La Black Q | SAMI STDIC Sludge: | c 6° | RESULTS (ppm) (v 3 0·() | lyon 2' | Top Sample | 8'8GS |

WHO ORDERED

WORKORDER#

OF PAGE NO: ENVIRONMENTAL SPECIALIST: DATE STARTED: 9///09 LAT: 36° 25,0901 5796 U.S. Hwy 64, Farmington, HM 87401 DATE FINISHED: FIELD REPORT: BGT / PIT CLOSURE VERIFICATION WELL #: 006 Unit TEMP PIT: PERMANENT PIT: X BGT: LOCATION: NAME: Car Son 126 LEGAL ADD: UNIT: SEC: TWP: 25N RNG: PM: Nm CNTY: Santuan QTR/FOOTAGE: 1850'FBL 2790'FWL ST: New Mexico 12 EXCAVATION APPROX: FT. FT. FT. DEEP CUBIC YARDAGE: DISPOSAL FACILITY: REMEDIATION METHOD: Envirotech LAND OWNER: Federal API: 30-045-25494 BGT / PIT VOLUME: DOUBLE-WALLED, WITH LEAK DETECTION: CONSTRUCTION MATERIAL: LOCATION APPROXIMATELY: 955-1 FT. FROM WELLHEAD DEPTH TO GROUNDWATER: フルロし TEMPORARY PIT - GROUNDWATER 50-100 FEET DEEP BENZENE ≤ 0.2 mg/kg, BTEX ≤ 50 mg/kg, GRO & DRO FRACTION (8015) ≤ 500 mg/kg, TPH (418.1) ≤ 2500 mg/kg, CHLORIDES ≤ 500 mg/kg TEMPORARY PIT - GROUNDWATER ≥100 FEET DEEP $BENZENE \leq 0.2 \text{ mg/kg}, BTEX \leq 50 \text{ mg/kg}, GRO \& DRO \text{ FRACTION (8015)} \leq 500 \text{ mg/kg}, TPH (418.1) \leq 2500 \text{ mg/kg}, CHLORIDES \leq 1000 \text{ mg/kg}$ PERMANENT PIT OR BGT BENZENE ≤ 0.2 mg/kg, BTEX ≤ 50 mg/kg, TPH (418.1) ≤ 100 mg/kg, CHLORIDES ≤ 250 mg/kg FIELD 418.1 ANALYSIS TIME SAMPLE I.D. LAB NO. WEIGHT (g) mL FREON DILUTION READING CALC. (mg/kg) 0:39 200 STD 10:30 Bottom DIE Comp 3 4 5 6 PERIMETER FIELD CHLORIDES RESULTS **PROFILE** CALC. SAMPLE Buckground 2 READING (mg/kg) wall 2 720 40 473 595 1047 JWall I 1047 4,0 (1+) PID RESULTS RESULTS SAMPLE ID (ppm) 9+D(01) 104 ottom 0,0 LAB SAMPLES NOTES: Abonedoned for now to close later this work SAMPLE ID ANALYSIS RESULTS BENZENE **BTEX** GRO & DRO CHLORIDES

WHO ORDERED

WORKORDER #



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:

Elm Ridge Exploration

Project #:

03056-0195

Sample No.:

1

Date Reported:

9/16/2009

Sample ID:

Bottom Composite @ 8'

Date Sampled: 9/1/20

9/1/2009

Sample Matrix:

Soil

Date Analyzed:

9/1/2009

Preservative:

Cool

Analysis Needed:

TPH-418.1

Condition:

Cool and Intact

| | | Det. |
|-----------|---------------|---------|
| | Concentration | Limit |
| Parameter | (mg/kg) | (mg/kg) |

Total Petroleum Hydrocarbons

8

5.0

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis

of Water and Waste, USEPA Storet No. 4551, 1978.

Comments:

Carson Unit 206

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Analyst

Printed

Review

Toni McKnight

James McDaniel

Printed



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:

Elm Ridge Exploration

Project #:

03056-0195

Sample No.:

2

Date Reported:

9/16/2009

Sample ID:

Wall Composite @ 12 ' x 12'

Date Reported:

9/1/2009

Sample Matrix:

Soil

Date Analyzed:

9/1/2009

Preservative:

Cool

Analysis Needed:

TPH-418.1

Condition:

Cool and Intact

| | | Det. |
|-----------|---------------|---------|
| | Concentration | Limit |
| Parameter | (mg/kg) | (mg/kg) |

Total Petroleum Hydrocarbons

16

5.0

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis

of Water and Waste, USEPA Storet No. 4551, 1978.

Comments:

Carson Unit 206

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Analyst

Réview

Toni McKnight

Printed

James McDaniel

Printed



CONTINUOUS CALIBRATION EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Cal. Date:

1-Sep-09

| Parameter | Standard Concentration mg/L | Concentration Reading mg/L | |
|-----------|-----------------------------------|----------------------------------|--|
| ТРН | 100 | | |
| | 200 | 189 | |
| | 500 | | |
| | 1000 | | |

The accepted percent relative deviation (%RSD) of the calibration factor is less than 20% over the working range.

7/16/09

Toni McKnight

Print Name

James McDaniel

Print Name



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

| Client: | ElmRidge | Project #: | 03056-0195 |
|--------------------|--------------------|---------------------|------------|
| Sample ID: | N/E Wall Composite | Date Reported: | 09-04-09 |
| Laboratory Number: | 51502 | Date Sampled: | 09-01-09 |
| Chain of Custody: | 7870 | Date Received: | 09-01-09 |
| Sample Matrix: | Soil | Date Analyzed: | 09-03-09 |
| Preservative: | Cool | Date Extracted: | 09-02-09 |
| Condition: | Intact | Analysis Requested: | BTEX |

| Parameter | Concentration (ug/Kg) | Det. Limit (ug/Kg) |
|--------------|-----------------------|--------------------------|
| Benzene | 1.8 | 0.9 |
| Toluene | 4.4 | 1.0 |
| Ethylbenzene | 1.8 | 1.0 |
| p,m-Xylene | 4.0 | 1.2 |
| o-Xylene | 3.5 | 0.9 |
| Total BTEX | 15.5 | |

ND - Parameter not detected at the stated detection limit.

| Surrogate Recoveries: | Parameter | Percent Recovery |
|-----------------------|---------------------|------------------|
| | Fluorobenzene | 99.0 % |
| | 1,4-difluorobenzene | 99.0 % |
| | Bromochlorobenzene | 99.0 % |

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Earth Pit Closure / Carson Unit 206

Analyst

Musthe m Walters
Review



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

| Client: | ElmRidge | Project #: | 03056-0195 |
|--------------------|----------|---------------------|------------|
| Sample ID: | Bottom | Date Reported: | 09-04-09 |
| Laboratory Number: | 51503 | Date Sampled: | 09-01-09 |
| Chain of Custody: | 7870 | Date Received: | 09-01-09 |
| Sample Matrix: | Soil | Date Analyzed: | 09-03-09 |
| Preservative: | Cool | Date Extracted: | 09-02-09 |
| Condition: | Intact | Analysis Requested: | BTEX |

| Parameter | Concentration (ug/Kg) | Det. Limit (ug/Kg) | |
|--------------|-----------------------|--------------------------|--|
| Benzene | 1.7 | 0.9 | |
| Toluene | 4.5 | 1.0 | |
| Ethylbenzene | 1.0 | 1.0 | |
| p,m-Xylene | 3.1 | 1.2 | |
| o-Xylene | 2.4 | 0.9 | |
| Total BTEX | 12.7 | | |

ND - Parameter not detected at the stated detection limit.

| Surrogate Recoveries: | Parameter | Percent Recovery |
|-----------------------|---------------------|------------------|
| | Fluorobenzene | 98.0 % |
| | 1,4-difluorobenzene | 98.0 % |
| | Bromochlorobenzene | 98.0 % |

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Earth Pit Closure / Carson Unit 206

Analyst

Mestre mulalles
Review



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

| Client: | N/A | Project #: | N/A |
|--------------------|----------------|----------------|----------|
| Sample ID: | 09-03-BT QA/QC | Date Reported: | 09-04-09 |
| Laboratory Number: | 51484 | Date Sampled: | N/A |
| Sample Matrix: | Soil | Date Received: | N/A |
| Preservative: | N/A | Date Analyzed: | 09-03-09 |
| Condition: | N/A | Analysis: | BTEX |
| | | | |

| | | one PC | | | Detect. |
|--------------|-------------|-------------|------|----|---------|
| Benzene | 2.4113E+006 | 2.4161E+006 | 0.2% | ND | 0.1 |
| oluene | 2.2516E+006 | 2.2561E+006 | 0.2% | ND | 0.1 |
| Ethylbenzene | 2.0113E+006 | 2.0153E+006 | 0.2% | ND | 0.1 |
| ,m-Xylene | 5.2239E+006 | 5.2344E+006 | 0.2% | ND | 0.1 |
| o-Xylene | 1.9453E+006 | 1.9492E+006 | 0.2% | ND | 0.1 |

| | | J. State | | are the value of the | E Detect Limit |
|--------------|------|----------|------|----------------------|----------------|
| Benzene | 16.0 | 15.9 | 0.6% | 0 - 30% | 0.9 |
| Toluene | 12.2 | 13.3 | 9.0% | 0 - 30% | 1.0 |
| Ethylbenzene | 13.1 | 12.7 | 3.1% | 0 - 30% | 1.0 |
| p,m-Xylene | 24.8 | 24.5 | 1.2% | 0 - 30% | 1.2 |
| o-Xylene | 15.7 | 15.4 | 1.9% | 0 - 30% | 0.9 |

| | | | | | Accept Range |
|--------------|------|------|------|-------|--------------|
| Benzene | 16.0 | 50.0 | 65.5 | 99.2% | 39 - 150 |
| Toluene | 12.2 | 50.0 | 61.3 | 98.6% | 46 - 148 |
| Ethylbenzene | 13.1 | 50.0 | 61.6 | 97.6% | 32 - 160 |
| p,m-Xylene | 24.8 | 100 | 127 | 102% | 46 - 148 |
| o-Xylene | 15.7 | 50.0 | 58.7 | 89.3% | 46 - 148 |
| | | | | | |

ND - Parameter not detected at the stated detection limit.

References: Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996.

Comments: QA/QC for Samples 51484, 51499, 51502 - 51504, and 51506 - 51507.

Analyst

5796 US Highway 64 Farmington NM 87401 Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc.com



Chloride

Client: Elm Ridge Project #: 03056-0195 Sample ID: Background Date Reported: 09-04-09 Lab ID#: 51501 Date Sampled: 09-01-09 Sample Matrix: Soil Date Received: 09-01-09 09-02-09 Preservative: Cool Date Analyzed: Condition: Chain of Custody: 7870 Intact

Concentration (mg/Kg) **Parameter**

Total Chloride 35

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983. Reference:

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: Earth Pit Closure / Carson Unit 206.

Review

Ph /505\632-0615 Fr (800\362-1879 Fx (505\632-1865 | lah@envirotech-inc.com envirotech-inc.com



Chloride

Client:

Elm Ridge

Project #:

03056-0195

Sample ID:

N/E Wall Composite

Date Reported:

09-04-09

Lab ID#: Sample Matrix: 51502 Soil

Date Sampled:

09-01-09

Preservative:

Cool

Date Received: Date Analyzed: 09-01-09 09-02-09

Condition:

Intact

Chain of Custody:

7870

Parameter

Concentration (mg/Kg)

Total Chloride

335

Reference:

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments:

Earth Pit Closure / Carson Unit 206.



Chloride

Client: Elm Ridge Project #: 03056-0195 Sample ID: **Bottom** Date Reported: 09-04-09 Lab ID#: 51503 Date Sampled: 09-01-09 Sample Matrix: Soil Date Received: 09-01-09 Preservative: 09-02-09 Cool Date Analyzed: Condition: Intact Chain of Custody: 7870

Parameter

Concentration (mg/Kg)

Total Chloride

380

Reference:

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments:

Earth Pit Closure / Carson Unit 206.

Analyst

Review

CHAIN OF CUSTODY RECORD

(1) (1) (2) (3)

| ANALYSIS / PARAMETERS | S | Method 8 Meta 1 | RCRA TCLP TPH (TPH (CHLO | | > | <i>></i> | | | | | | | | (a) Time Time (b) (c) (c) (c) (c) (c) (c) | re) (| ire) | : P | envirotech-inc.com |
|---------------------------------|------------------|--|--|-------------------|------------------------|--------------------------|-------------------|---------------------|--------|--------|--------|--------|----------------------|---|------------------------------|------------------------------|-------------|---|
| rson Unit | (3108 (1508 t | Method | No./Volume Preservative X of HgC, HG (P) HGC | ge //oz | - | Sludge //4.7 | Sludge Aqueous | Sludge | Sludge | Sludge | Sludge | Siudge | Sludge Aqueous | Date Time Received by: (Signature) | Received by: (Signature) | Received by: (Signature) | Senvirotech | 5796 US Highway 64 • Farmington, NM 87401 • 505-632-0615 • lab@envirotech-inc.com |
| Project Name / Location: Carson | Sampler Name: | \ \(\sqrt{\sq}\sqrt{\sq}}}}}}}\sqrt{\sqrt{\sq}\sq}\sqrt{\sqrt{\sq}}}}}}\sqrt{\sqrt{\sq}\sq}\sqrt{\sq}\sq}\sq}\sq\sintitiq{\sq}\sq}\sq\signt{\sq}\sq}\sq\sintiq}\signt{\sq}\sightita}\signt{\sq}\signt{\sq}\sinititit{\sinititit{\si | Sample | Clios 1951/2 CO M | 9/19 10:45 51502 Solid | 91/03 10:30 51503 (Solld | Soil | Soil SI Solid Aq | | | | | Soil Sic Solid Aq | | ature) | ature) | | 5796 US Highway 64 |
| Client: 7.60 | Olient Address: | Client Phone No.: | Sample No./ Identification | r. | 1 5 | Exten, | | | | | | | | Relinquished by: (Signature) | Relinquished by: (Signature) | Relinquished by: (Signature) | | |

| , 1 ' | | | | | | |
|---|---|--|--|--|--|--|
| Operator Application Certification: | | | | | | |
| I hereby certify that the information submitted with this application is | s true, accurate and complete to the | e best of my knowledge and belief. | | | | |
| Name (Print): BRIAN WOOD Title: CONSULTANT | | | | | | |
| Signature: | Date: <u>10-12</u> | -08 | | | | |
| e-mail address: <u>brian@permitswest.com</u> Telephone: (505) 466-81 | 120 | | | | | |
| OCD Approval: Permit Application (including closure plan) | Closure Plan (only) OCD | Conditions (see attachment) | | | | |
| OCD Representative Signature: Branslon Fine | well | Approval Date: | | | | |
| Title: Eusiro Spec | OCD Permit Numb | per: | | | | |
| Closure Report (required within 60 days of closure completion): Instructions: Operators are required to obtain an approved closure The closure report is required to be submitted to the division within section of the form until an approved closure plan has been obtained | plan prior to implementing any c 60 days of the completion of the c | closure activities and submitting the closure report. closure activities. Please do not complete this | | | | |
| | ☐ Closure Comp | oletion Date: | | | | |
| Closure Method: Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain. | ☐ Alternative Closure Method | ☐ Waste Removal (Closed-loop systems only) | | | | |
| 23. Closure Report Regarding Waste Removal Closure For Closed-lo Instructions: Please indentify the facility or facilities for where the two facilities were utilized. | liquids, drilling fluids and drill co | uttings were disposed. Use attachment if more than | | | | |
| Disposal Facility Name: | | ermit Number: | | | | |
| 1 | Disposal Facility Name: Disposal Facility Permit Number: | | | | | |
| Yes (If yes, please demonstrate compliance to the items below) | | be used for future service and operations? | | | | |
| Required for impacted areas which will not be used for future service Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation | and operations: | | | | | |
| Re-vegetation Application Rates and Seeding Technique | | | | | | |
| 24. Closure Report Attachment Checklist: Instructions: Each of the mark in the box, that the documents are attached. | following items must be attached | to the closure report. Please indicate, by a check | | | | |
| ☐ Proof of Closure Notice (surface owner and division) | | | | | | |
| Proof of Deed Notice (required for on-site closure) | | | | | | |
| ☐ Plot Plan (for on-site closures and temporary pits) ☐ Confirmation Sampling Analytical Results (if applicable) | | - | | | | |
| ☐ Waste Material Sampling Analytical Results (required for on-si | ite closure) | | | | | |
| Disposal Facility Name and Permit Number | | | | | | |
| Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique | | | | | | |
| Site Reclamation (Photo Documentation) | | | | | | |
| On-site Closure Location: Latitude | Longitude | NAD: 🗌 1927 🔲 1983 | | | | |
| 25. | | | | | | |
| Operator Closure Certification: | | | | | | |
| I hereby certify that the information and attachments submitted with t belief. I also certify that the closure complies with all applicable clos | | | | | | |
| Name (Print): | Title: | | | | | |
| Signature. | | | | | | |
| Signature: | Date: | | | | | |

Elm Ridge Exploration Company, LLC Carson Unit 10 #332 T temporary pit 1380' FSL & 1245' FEL Sec. 10, T. 25 N., R. 12 W. San Juan County, New Mexico API #30-045-32994

Siting Criteria

1. Ground water is >100' below the bottom of the pit. Closest reported water depth is the U. S. Department of Interior (USDI) well (Exhibit A) which is >2 miles northeast in 1-25n-12w (Exhibit B). Water depth is 210' in the 403' deep USDI well. The USDI well probably produces from the Ojo Alamo sandstone. Pit will be in the Nacimiento Formation.

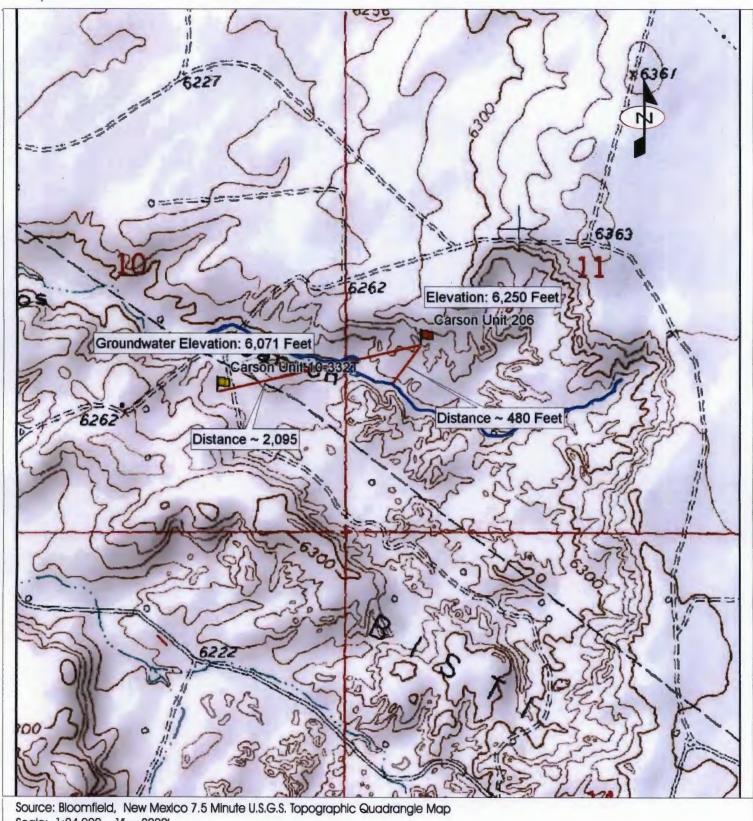
6,206' graded ground - 8' deep pit 6,198' bottom of pit

6,281' USDI water well ground elevation
-210' depth to water
6,071' water level elevation

6,198' bottom of pit - 6,071' water level ≈127' depth to water

- 2. Pit is not within 300' of a continuously flowing watercourse. Pit is not within 200' of any other significant watercourse as defined by OCD. Closest first order tributary of the West Fork Gallegos Canyon is 260' north of pit (Exhibits B & C).
- 3. Pit is not within 300' of any building (none are within a mile) (Exhibit B).
- 4. Pit is not within 1,000' any fresh water well or spring (Exhibits A & B).
- 5. Pit is not within municipal boundaries or within a municipal fresh water well field (Exhibits A & B).
- 6. Pit is not within 500' of a wetland (Exhibit D).
- 7. Pit does not overly a mine (Exhibit E).
- 8. Pit is not in an unstable area. No evidence of earth movement was found





Scale: 1:24,000 1" = 2000"

Elm Ridge Exploration Carson Unit 206 Section 11, Township 25N, Range 11W San Juan County, New Mexico

PROJECT No 03056-0195 Date Drawn: 10/15/09

ENVIROTECH INC.

ENVIRONMENTAL SCIENTISTS & ENGINEERS 5796 U.S. HIGHWAY 64 FARMINGTON, NEW MEXICO 87401

PHONE (505) 632-0615

Vicinity Map

Figure 1

DRAWN BY: James McDaniel

PROJECT MANAGER: Greg Crabtree



New Mexico Office of the State Engineer Water Column/Average Depth to Water

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

Sub QQQ

,

POD Number

basin Use County 64 16 4 Sec Tws Rng

Depth Depth Water
Y Well WaterColumn

RG 76392

DOM TA

11 25N 12W

444030 4030629

X

102 19

19 feet

83

Average Depth to Water:

Minimum Depth:

19 feet

Maximum Depth:

19 feet

Record Count: 1

PLSS Search:

Section(s): 10, 11, 14, 15

Township: 25N

Range: 12W

MMQonline Public Version

Mines, Mills & Quarries Commodity Groups

Aggregate & Stone Mines

Coal Mines

Industrial Minerals Mines

Industrial Minerals Mills

Metal Mines and Mill Concentrate

Potash Mines & Refineries

Smelters & Refinery Ops.

Uranium Mines

Uranium Mills Mines, Mills & Quarries Status

SCALE 1: 918,081

A adian Balaina







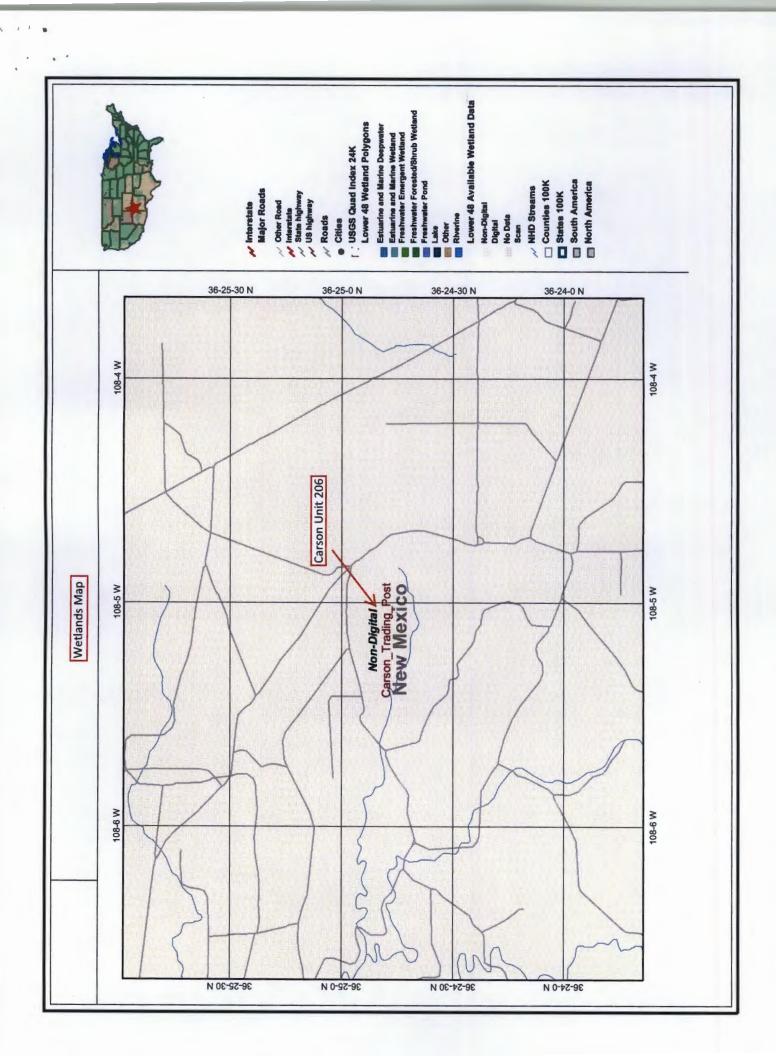


Aerial Photograph



캚

36.412230 -108.094196



APPROXIMATE SCALE EFFECTIVE DATE: AUGUST 4, 1988 NATIONAL FLOOD INSURANCE PROGRAM PANEL 875 OF 1450 SEEE MAP INDEX FOR PANELS WOT PRINTED) **FIRM** FLOOD INSURANCE RATE MAP COMMUNITY-PANEL NUMBER 350064 0875 SAN JUAN COUNTY, NEW MEXICO UNINCORPORATED AREAS PAMEL LOCATION Carson Unit 206 40 **ZONE X** ZONE