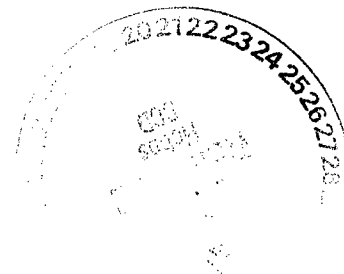


February 27, 2006

VIA EMAIL: paul.sheeley@state.nm.us
VIA CERTIFIED MAIL

Mr. Paul Sheeley
Environmental Engineer
State of New Mexico
Oil Conservation Division
1625 North French Drive
Hobbs, New Mexico 88240



Re: Flow Line Leak Remediation Report, John H. Hendrix Corporation, Walter Lynch #1 Well, Unit Letter K (NE/4, SW/4), Section 1, Township 22 South, Range 37 East, Lea County, New Mexico

Dear Mr. Sheeley:

This letter is submitted to the State of New Mexico Oil Conservation Division ("OCD") on behalf of John H. Hendrix Corporation ("JHHC") by Larson and Associates, Inc. ("LA"), its agent, and presents the results of remediation of a crude oil leak from a flow line near the Walter Lynch #1 well ("Site") located in unit letter K ("NE/4, SW/4"), Section 1, Township 22 South, Range 37 East in Lea County, New Mexico. On August 30, 2005, JHHC submitted Form C-141 to the OCD. On December 6, 2005, LA submitted a report to the OCD that presented the results of an investigation and proposed remediation plan. On January 5, 2006, the OCD approved the remediation plan. The latitude and longitude for the Site is North 32° 25' 08.2" and West 103° 07' 09.7". Contact information for JHHC is as follows:

Mr. Marvin Burrows
Production Manager
John H. Hendrix Corporation
1310 18th Street
Eunice, New Mexico 88231
(505) 394-2649
mburrows@valornet.com

Figure 1 presents a location and topographic map. Appendix A presents the remediation plan approval letter.

Remediation Activities

In January 2006, E. D. Walton Construction Company, Inc. ("EDW") excavated soil from the affected area to a maximum depth of approximately 8 feet below ground surface. The soil was piled at the Site until approval from the OCD to transport the soil to the JHHC centralized surface waste treatment facility (NM-02-0021), when clean soil is transported back to the Site. On February 2, 2006, LA personnel collected soil samples from the sides and bottom of the excavation using a stainless steel bucket auger. The samples were placed in 4-ounce glass containers, labeled and chilled in an ice chest and delivered under chain of custody control to

API# 30025099420000

incident - n PAC0605436545

application - PAC0605436669

Mr. Paul Sheeley
February 27, 2006
Page 2

Environmental Lab of Texas, Inc. ("ELTI") located in Odessa, Texas. The laboratory analyzed the samples for total petroleum hydrocarbons ("TPH") using method SW-846 8015 for gasoline range organics ("GRO") and diesel range organics ("DRO"), and chloride by method SW-846-300. The bucket auger was cleaned between samples using a solution of laboratory-grade detergent and water, and rinsed with distilled water. Table 1 presents a summary of the laboratory analysis. Appendix B presents the laboratory report. Appendix C presents photographs.

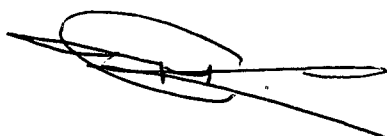
Referring to Table 1, all samples, except HA-1 and HA-4, reported concentrations of TPH and chloride below the recommended remediation action levels of 100 milligrams per kilogram ("mg/Kg") and 1,000 mg/Kg, respectively. Sample HA-1, which was collected from the east end of the excavation at approximately 5 feet bgs, reported chloride at 1,020 mg/Kg. Sample HA-4, which was collected from the east end and bottom of the excavation at approximately 8 feet bgs, reported TPH at 368.69 mg/Kg.

In February 2006, EDW removed additional soil from the east end and bottom of the excavation. The maximum depth of excavation was approximately 11 feet bgs. On February 10, 2006, LA personnel collected soil samples from the east end of the excavation at approximately 5 feet bgs (HA-1A) and bottom of the excavation at approximately 11 feet bgs (HA-4A). The samples were collected in the manner previously described, preserved and delivered under chain of custody control to ELTI. ELTI analyzed the samples for TPH (SW-846-8015) and chloride (SW-846-300). No TPH was reported in the samples above method detection limits (20 mg/Kg) and chloride was 5.32 mg/Kg (HA-1A) and 33.4 mg/Kg.

JHHC requests permission to haul the contaminated soil to its centralized surface waste management facility and fill the excavation with clean soil. Your approval of the excavation closure is requested. Please contact Mr. Marvin Burrows with JHHC at (505) 394-2649 or mburrows@valornet.com or myself at (432) 687-0901 or mark@laenvironmental.com.

Sincerely,

Larson and Associates, Inc.



Mark J. Larson, P.G., C.P.G., C.G.W.P.
Senior Project Manager/President

Encl

cc: Marvin Burrows/JHHC
Ron Westbrook/JHHC
Chris Williams/OCD – Hobbs
Wayne Price/OCD – Santa Fe



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

3-10-06
March 3, 2006

Marvin Burrows
John H. Hendrix Corp., (JHHC)
1310 18th Street
Eunice, NM 88231

Re: Walter Lynch #1 Well - Closure Approval
Site Location: UL-K, Sec 1-T22S-R37E
Dated: February 27, 2006

Dear Mr. Burrows,

New Mexico Oil Conservation Division (OCD) received closure plan prepared by Larson & Associates for JHHC and referenced above. The plan is **hereby approved** according to the information provided.

Please be advised that OCD approval of this plan does not relieve JHHC of liability should their operations fail to adequately investigate and remediate contaminants that threaten ground water, surface water, human health or the environment. In addition, OCD approval does not relieve JHHC of responsibility for compliance with any other federal, state, or local laws and/or regulations.

If you have any questions or need assistance please write or call: (505) 393-6161, ext. 113, or e-mail: psheeley@state.nm.us

Sincerely,

Paul Sheeley-Environmental Engineer

Cc: Wayne Price - Environmental Bureau Chief
Chris Williams - District I Supervisor
Larry Johnson - Environmental Engineer
Mark Larson - Larson & Associates

TABLES

Table 1

Summary of Laboratory Analysis of Soil Samples After Remediation
John H. Hendrix Corporation, Walter Lynch #1 Flow Line Leak
Unit Letter K (NE/4, SW/4), Section 1, Township 22 South, Range 37 East
Lea County, New Mexico

Page 1 of 1

Sample Date	Sample Number	Location	Depth (Feet BGS)	GRO (mg/Kg)	DRO (mg/Kg)	TPH (mg/Kg)	Chloride (mg/Kg)
RRAL:				100 1,000			
02/02/2006	HA-1	East/End	5	<10	<10	<20	1020
02/10/2006	HA-1A	East/End	5	<10	<10	<20	5.32
02/02/2006	HA-2	Northeast/Side	5	<10	<10	<20	6.69
02/02/2006	HA-3	Southeast/Side	5	<10	<10	<20	281
02/02/2006	HA-4	East/Bottom	8	8.69	360	368.69	1270
02/10/2006	HA-4A	East/Bottom	11	<10	<10	<20	33.4
02/02/2006	HA-5	Middle/Bottom	8	<10	<10	<20	750
02/02/2006	HA-6	Northeast/Side	4	<10	<10	<20	200
02/02/2006	HA-7	Southwest/Side	4	<10	<10	<20	181
02/02/2006	HA-8	West/Bottom	4	<10	<10	<20	202
02/02/2006	HA-9	West/Bottom	4	<10	<10	<20	264
02/02/2006	HA-10	West/End	2	<10	<10	<20	8.94

Notes: Analyses performed by Environmental Lab of Texas, Inc., Odessa, Texas

1. BGS: Feet below ground surface
2. GRO: Gasoline-range organics
3. DRO: Diesel-range organics
4. TPH: Total petroleum hydrocarbons (Sum of GRO + DRO)
5. <: Less than method detection limit

FIGURES

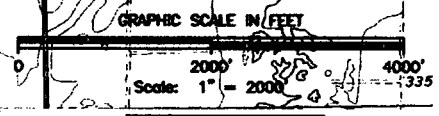
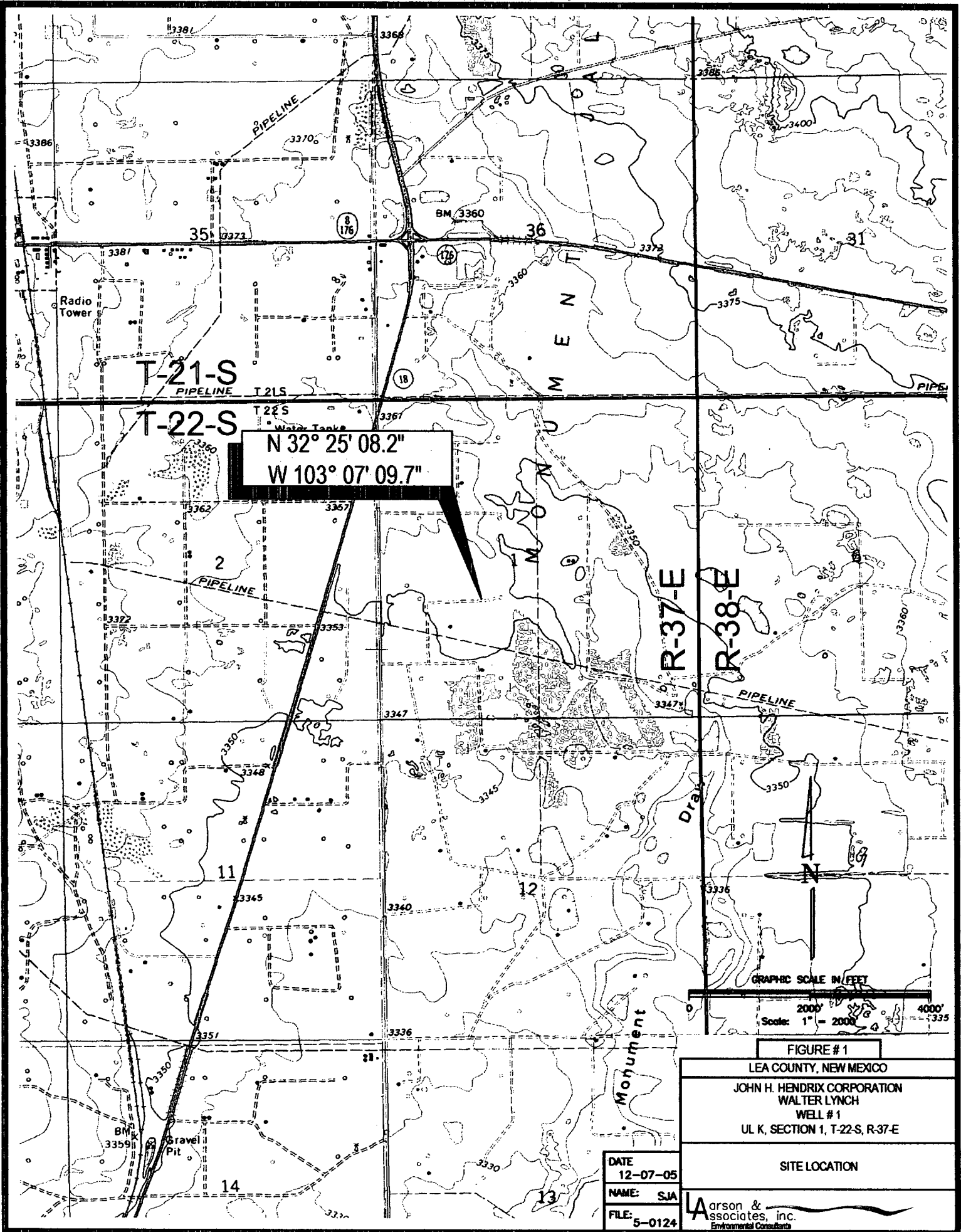


FIGURE # 1	
LEA COUNTY, NEW MEXICO	
JOHN H. HENDRIX CORPORATION WALTER LYNCH WELL # 1 UL K, SECTION 1, T-22-S, R-37-E	
SITE LOCATION	
DATE 12-07-05	La arson & associates, inc. Environmental Consultants
NAME: SJA	
FILE: 5-0124	

PL — PL — 
WALTER LYNCH #1

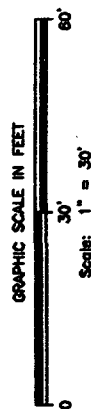


FIGURE # 2

LEA COUNTY, NEW MEXICO
JOHN H. HENDRIX CORPORATION
WALTER LYNCH
WELL # 1
UL K, SECTION 1, T-22-S, R-37-E

DATE	12-07-05
NAME:	SJA
FILE:	5-0124

**Arson &
associates, inc.**
Environmental Consultants

SAMPLE INFORMATION

SAMPLE NUMBER	LOCATION	DEPTH (FEET BGS)
1	EAST / END	5'
1B	EAST / END	5'
2	NORTHEAST / SIDE	5'
3	SOUTHEAST / SIDE	5'
4	EAST / BOTTOM	8'
4B	EAST / BOTTOM	11'
5	MIDDLE / BOTTOM	8'
6	NORTHWEST / SIDE	5'
7	SOUTHWEST / SIDE	5'
8	WEST / BOTTOM	4'
9	WEST / BOTTOM	4'
10	WEST / END	2'

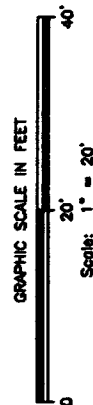
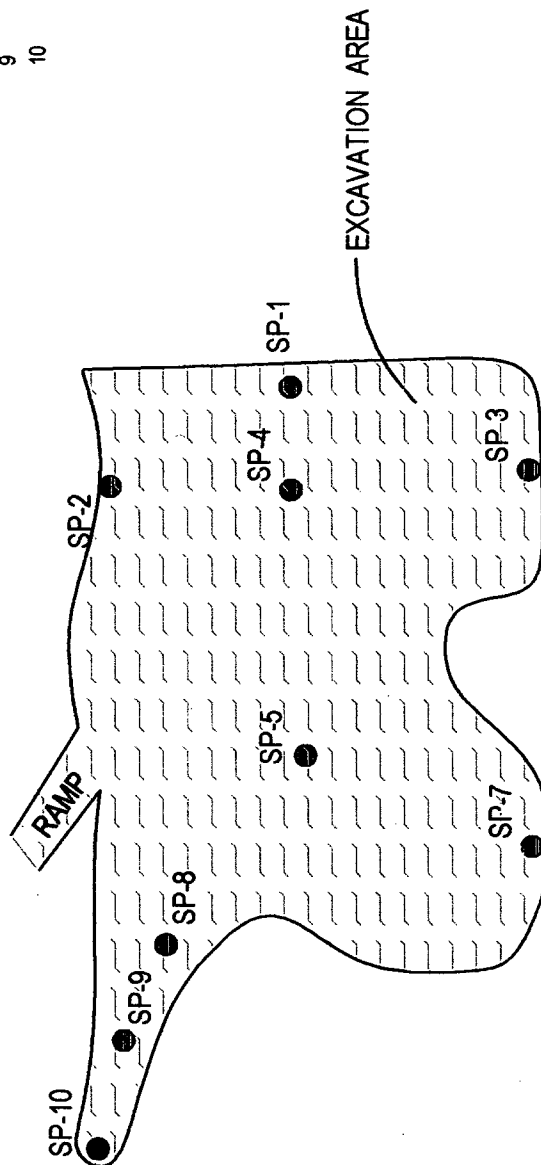


FIGURE #3

LEA COUNTY, NEW MEXICO
JOHN H. HENDRIX CORPORATION
WALTER LYNCH
WELL #1
UL K, SECTION 1, T-22-S, R-37-E

DATE: 02-23-06
NAME: SJA
FILE: 5-0124

SPILL SITE DETAILS

arson &
ssociates, inc.
Environmental Consultants

APPENDIX A
Correspondence



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

January 5, 2006

Marvin Burrows/JHHC
John H. Hendrix Corp., (JHHC)
110 N. Marienfeld St., Ste. 400
Midland, TX 79701

Re: Walter Lynch #1 Well - Investigation Work Plan Approval
Site Location: UL-K, Sec 1-T22S-R37E
Dated: December 6, 2005

Dear Mr. Burrows,

New Mexico Oil Conservation Division (OCD) received an investigation work plan prepared by Larson & Associates for JHHC and referenced above. The plan is hereby approved with the following additional requirements:

1. JHHC shall dispose of contaminated material according to OCD protocol.
2. JHHC shall propose a soil remediation level demonstrating that remaining chloride contamination will not cause an exceedance of the New Mexico Water Quality Control Commission (WQCC) groundwater standard of 250 mg/L [Chloride].

Please be advised that OCD approval of this plan does not relieve JHHC of liability should their operations fail to adequately investigate and remediate contaminants that threaten ground water, surface water, human health or the environment. In addition, OCD approval does not relieve JHHC of responsibility for compliance with any other federal, state, or local laws and/or regulations.

If you have any questions or need assistance please write or call: (505) 393-6161, ext. 113, or e-mail: psheeley@state.nm.us

Sincerely,

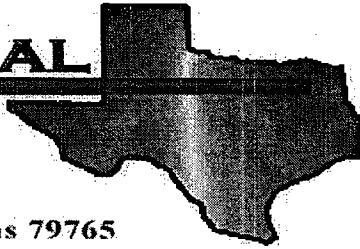
Paul Sheeley-Environmental Engineer

Cc: Roger Anderson - Environmental Bureau Chief
Chris Williams - District I Supervisor
Larry Johnson - Environmental Engineer
Mark Larson - Larson & Associates

APPENDIX B

Laboratory Reports

ENVIRONMENTAL LAB OF



12600 West I-20 East - Odessa, Texas 79765

Analytical Report

Prepared for:

Mark Larson

Larson & Associates, Inc.

P.O. Box 50685

Midland, TX 79710

Project: John Hendrix/ Walter Lynch #1

Project Number: 5-0124

Location: None Given

Lab Order Number: 6B02015

Report Date: 02/06/06

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
HA-1	6B02015-01	Soil	02/02/06 12:18	02/02/06 14:40
HA-2	6B02015-02	Soil	02/02/06 12:23	02/02/06 14:40
HA-3	6B02015-03	Soil	02/02/06 12:29	02/02/06 14:40
HA-4	6B02015-04	Soil	02/02/06 12:32	02/02/06 14:40
HA-5	6B02015-05	Soil	02/02/06 12:37	02/02/06 14:40
HA-6	6B02015-06	Soil	02/02/06 12:42	02/02/06 14:40
HA-7	6B02015-07	Soil	02/02/06 12:47	02/02/06 14:40
HA-8	6B02015-08	Soil	02/02/06 12:52	02/02/06 14:40
HA-9	6B02015-09	Soil	02/02/06 12:56	02/02/06 14:40
HA-10	6B02015-10	Soil	02/02/06 12:59	02/02/06 14:40

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

Organics by GC
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
HA-1 (6B02015-01) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		109 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		112 %	70-130		"	"	"	"	
HA-2 (6B02015-02) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		107 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		106 %	70-130		"	"	"	"	
HA-3 (6B02015-03) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		97.2 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		98.6 %	70-130		"	"	"	"	
HA-4 (6B02015-04) Soil									
Gasoline Range Organics C6-C12	J [8.69]	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	J
Diesel Range Organics >C12-C35	360	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	360	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		108 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		120 %	70-130		"	"	"	"	
HA-5 (6B02015-05) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		95.6 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		97.0 %	70-130		"	"	"	"	

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 2 of 9

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

Organics by GC
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
HA-6 (6B02015-06) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		99.0 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		98.8 %	70-130		"	"	"	"	
HA-7 (6B02015-07) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		99.0 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		98.4 %	70-130		"	"	"	"	
HA-8 (6B02015-08) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		98.6 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		100 %	70-130		"	"	"	"	
HA-9 (6B02015-09) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		86.0 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		85.2 %	70-130		"	"	"	"	
HA-10 (6B02015-10) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EB60312	02/03/06	02/04/06	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		94.8 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		93.2 %	70-130		"	"	"	"	

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 3 of 9

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

General Chemistry Parameters by EPA / Standard Methods
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
HA-1 (6B02015-01) Soil									
Chloride	1020	10.0	mg/kg	20	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	8.1	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-2 (6B02015-02) Soil									
Chloride	6.69	5.00	mg/kg	10	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	10.3	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-3 (6B02015-03) Soil									
Chloride	281	5.00	mg/kg	10	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	4.1	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-4 (6B02015-04) Soil									
Chloride	1270	20.0	mg/kg	40	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	11.2	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-5 (6B02015-05) Soil									
Chloride	750	10.0	mg/kg	20	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	14.3	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-6 (6B02015-06) Soil									
Chloride	200	5.00	mg/kg	10	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	4.2	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-7 (6B02015-07) Soil									
Chloride	181	5.00	mg/kg	10	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	9.6	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-8 (6B02015-08) Soil									
Chloride	202	5.00	mg/kg	10	EB60613	02/03/06	02/06/06	EPA 300.0	
% Moisture	4.9	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

General Chemistry Parameters by EPA / Standard Methods
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
HA-9 (6B02015-09) Soil									
Chloride	264	10.0	mg/kg	20	EB60612	02/03/06	02/06/06	EPA 300.0	
% Moisture	4.3	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	
HA-10 (6B02015-10) Soil									
Chloride	8.94	5.00	mg/kg	10	EB60612	02/03/06	02/06/06	EPA 300.0	
% Moisture	12.7	0.1	%	1	EB60301	02/02/06	02/03/06	% calculation	

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

Organics by GC - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
---------	--------	--------------------	-------	----------------	------------------	------	----------------	-----	--------------	-------

Batch EB60312 - Solvent Extraction (GC)

Blank (EB60312-BLK1)

Prepared: 02/03/06 Analyzed: 02/04/06

Gasoline Range Organics C6-C12	ND	10.0	mg/kg wet							
Diesel Range Organics >C12-C35	ND	10.0	"							
Total Hydrocarbon C6-C35	ND	10.0	"							
Surrogate: 1-Chlorooctane	54.3		mg/kg	50.0		109	70-130			
Surrogate: 1-Chlorooctadecane	55.4		"	50.0		111	70-130			

LCS (EB60312-BS1)

Prepared: 02/03/06 Analyzed: 02/04/06

Gasoline Range Organics C6-C12	503	10.0	mg/kg wet	500		101	75-125			
Diesel Range Organics >C12-C35	583	10.0	"	500		117	75-125			
Total Hydrocarbon C6-C35	1090	10.0	"	1000		109	75-125			
Surrogate: 1-Chlorooctane	55.1		mg/kg	50.0		110	70-130			
Surrogate: 1-Chlorooctadecane	56.0		"	50.0		112	70-130			

Calibration Check (EB60312-CCV1)

Prepared: 02/03/06 Analyzed: 02/04/06

Gasoline Range Organics C6-C12	498		mg/kg	500		99.6	80-120			
Diesel Range Organics >C12-C35	568		"	500		114	80-120			
Total Hydrocarbon C6-C35	1070		"	1000		107	80-120			
Surrogate: 1-Chlorooctane	54.2		"	50.0		108	70-130			
Surrogate: 1-Chlorooctadecane	52.4		"	50.0		105	70-130			

Matrix Spike (EB60312-MS1)

Source: 6B02015-01

Prepared: 02/03/06 Analyzed: 02/04/06

Gasoline Range Organics C6-C12	524	10.0	mg/kg dry	544	ND	96.3	75-125			
Diesel Range Organics >C12-C35	610	10.0	"	544	ND	112	75-125			
Total Hydrocarbon C6-C35	1130	10.0	"	1090	ND	104	75-125			
Surrogate: 1-Chlorooctane	56.1		mg/kg	50.0		112	70-130			
Surrogate: 1-Chlorooctadecane	56.4		"	50.0		113	70-130			

Matrix Spike Dup (EB60312-MSD1)

Source: 6B02015-01

Prepared: 02/03/06 Analyzed: 02/04/06

Gasoline Range Organics C6-C12	544	10.0	mg/kg dry	544	ND	100	75-125	3.75	20	
Diesel Range Organics >C12-C35	634	10.0	"	544	ND	117	75-125	3.86	20	
Total Hydrocarbon C6-C35	1180	10.0	"	1090	ND	108	75-125	4.33	20	
Surrogate: 1-Chlorooctane	57.7		mg/kg	50.0		115	70-130			
Surrogate: 1-Chlorooctadecane	57.6		"	50.0		115	70-130			

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 6 of 9

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

General Chemistry Parameters by EPA / Standard Methods - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
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Batch EB60301 - General Preparation (Prep)

Blank (EB60301-BLK1)

Prepared: 02/02/06 Analyzed: 02/03/06

% Solids	100		%							
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Duplicate (EB60301-DUP1)

Source: 6B01014-01

Prepared: 02/02/06 Analyzed: 02/03/06

% Solids	89.1		%		89.3			0.224	20	
----------	------	--	---	--	------	--	--	-------	----	--

Duplicate (EB60301-DUP2)

Source: 6B02013-04

Prepared: 02/02/06 Analyzed: 02/03/06

% Solids	94.3		%		94.4			0.106	20	
----------	------	--	---	--	------	--	--	-------	----	--

Duplicate (EB60301-DUP3)

Source: 6B02015-08

Prepared: 02/02/06 Analyzed: 02/03/06

% Solids	95.1		%		95.1			0.00	20	
----------	------	--	---	--	------	--	--	------	----	--

Batch EB60612 - Water Extraction

Blank (EB60612-BLK1)

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	ND	0.500	mg/kg							
----------	----	-------	-------	--	--	--	--	--	--	--

LCS (EB60612-BS1)

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	9.04		mg/L	10.0		90.4	80-120			
----------	------	--	------	------	--	------	--------	--	--	--

Calibration Check (EB60612-CCV1)

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	9.12		mg/L	10.0		91.2	80-120			
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Duplicate (EB60612-DUP1)

Source: 6B01012-05

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	602	10.0	mg/kg		575			4.59	20	
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Batch EB60613 - Water Extraction

Blank (EB60613-BLK1)

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	ND	0.500	mg/kg							
----------	----	-------	-------	--	--	--	--	--	--	--

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

General Chemistry Parameters by EPA / Standard Methods - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
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Batch EB60613 - Water Extraction

LCS (EB60613-BS1)

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	9.15		mg/L	10.0		91.5	80-120			
----------	------	--	------	------	--	------	--------	--	--	--

Calibration Check (EB60613-CCV1)

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	9.18		mg/L	10.0		91.8	80-120			
----------	------	--	------	------	--	------	--------	--	--	--

Duplicate (EB60613-DUP1)

Source: 6B02013-05

Prepared: 02/03/06 Analyzed: 02/06/06

Chloride	319	10.0	mg/kg		314			1.58	20	
----------	-----	------	-------	--	-----	--	--	------	----	--

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 5-0124
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/06/06 15:43

Notes and Definitions

J Detected but below the Reporting Limit; therefore, result is an estimated concentration (CLP J-Flag).
DET Analyte DETECTED
ND Analyte NOT DETECTED at or above the reporting limit
NR Not Reported
dry Sample results reported on a dry weight basis
RPD Relative Percent Difference
LCS Laboratory Control Spike
MS Matrix Spike
Dup Duplicate

Report Approved By: Raland K Tuttle Date: 2-07-06

Raland K. Tuttle, Lab Manager
Celey D. Keene, Lab Director, Org. Tech Director
Peggy Allen, QA Officer

Jeanne Mc Murrey, Inorg. Tech Director
LaTasha Cornish, Chemist
Sandra Sanchez, Lab Tech.

This material is intended only for the use of the individual (s) or entity to whom it is addressed, and may contain information that is privileged and confidential.

If you have received this material in error, please notify us immediately at 432-563-1800.

Environmental Lab of Texas

Variance / Corrective Action Report – Sample Log-In

Client: Larson

Date/Time: 2/2/06 2:40

Order #: WB02015

Initials: CK

Sample Receipt Checklist

Temperature of container/cooler?	Yes	No	S.O	C
Shipping container/cooler in good condition?	<input checked="" type="checkbox"/>	No		
Custody Seals intact on shipping container/cooler?	Yes	No	<u>Not present</u>	
Custody Seals intact on sample bottles?	<input checked="" type="checkbox"/>	No	<u>Not present</u>	
Chain of custody present?	<input checked="" type="checkbox"/>	No		
Sample Instructions complete on Chain of Custody?	<input checked="" type="checkbox"/>	No		
Chain of Custody signed when relinquished and received?	<input checked="" type="checkbox"/>	No		
Chain of custody agrees with sample label(s)	<input checked="" type="checkbox"/>	No		
Container labels legible and intact?	<input checked="" type="checkbox"/>	No		
Sample Matrix and properties same as on chain of custody?	<input checked="" type="checkbox"/>	No		
Samples in proper container/bottle?	<input checked="" type="checkbox"/>	No		
Samples properly preserved?	<input checked="" type="checkbox"/>	No		
Sample bottles intact?	<input checked="" type="checkbox"/>	No		
Preservations documented on Chain of Custody?	<input checked="" type="checkbox"/>	No		
Containers documented on Chain of Custody?	<input checked="" type="checkbox"/>	No		
Sufficient sample amount for indicated test?	<input checked="" type="checkbox"/>	No		
All samples received within sufficient hold time?	<input checked="" type="checkbox"/>	No		
VOC samples have zero headspace?	<input checked="" type="checkbox"/>	No	Not Applicable	

Other observations:

Variance Documentation:

Contact Person: - _____ Date/Time: _____ Contacted by: _____
Regarding: _____

Corrective Action Taken:

Jeanne McMurrey

From: "Mark Larson" <mark@laenvironmental.com>
To: <jeanne@elabtexas.com>
Sent: Wednesday, February 08, 2006 8:15 AM
Subject: Re: Lab Order Number 6B02015, Sample Number 6B02015-01 (HA-1)

Jeanne: Please run the above referenced sample for chloride.

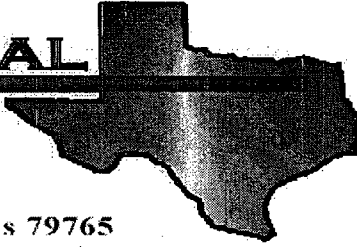
Mark

--

This message has been scanned for viruses and dangerous content by Basin Broadband, and is believed to be clean.

2/8/2006

ENVIRONMENTAL LAB OF



12600 West I-20 East - Odessa, Texas 79765

Analytical Report

Prepared for:

Mark Larson

Larson & Associates, Inc.

P.O. Box 50685

Midland, TX 79710

Project: John Hendrix/ Walter Lynch #1

Project Number: 3-0108-09

Location: None Given

Lab Order Number: 6B10006

Report Date: 02/16/06

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 3-0108-09
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/16/06 16:49

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
HA-1A	6B10006-01	Soil	02/10/06 09:15	02/10/06 11:42
HA-4A	6B10006-02	Soil	02/10/06 09:20	02/10/06 11:42

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 3-0108-09
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/16/06 16:49

Organics by GC
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
HA-1A (6B10006-01) Soil									
Carbon Ranges C6-C12	ND	10.0	mg/kg dry	1	EB61401	02/14/06	02/15/06	EPA 8015M	
Carbon Ranges C12-C28	ND	10.0	"	"	"	"	"	"	
Carbon Ranges C28-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		110 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		112 %	70-130		"	"	"	"	
HA-4A (6B10006-02) Soil									
Carbon Ranges C6-C12	ND	10.0	mg/kg dry	1	EB61401	02/14/06	02/15/06	EPA 8015M	
Carbon Ranges C12-C28	ND	10.0	"	"	"	"	"	"	
Carbon Ranges C28-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		99.2 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		100 %	70-130		"	"	"	"	

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 3-0108-09
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/16/06 16:49

General Chemistry Parameters by EPA / Standard Methods
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
HA-1A (6B10006-01) Soil									
Chloride	5.32	5.00	mg/kg	10	EB61606	02/14/06	02/14/06	EPA 300.0	
% Moisture	8.9	0.1	%	1	EB61305	02/10/06	02/13/06	% calculation	
HA-4A (6B10006-02) Soil									
Chloride	33.4	5.00	mg/kg	10	EB61606	02/14/06	02/14/06	EPA 300.0	
% Moisture	8.8	0.1	%	1	EB61305	02/10/06	02/13/06	% calculation	

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 3-0108-09
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/16/06 16:49

Organics by GC - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
---------	--------	--------------------	-------	----------------	------------------	------	----------------	-----	--------------	-------

Batch EB61401 - Solvent Extraction (GC)

Blank (EB61401-BLK1)

Prepared: 02/14/06 Analyzed: 02/15/06

Carbon Ranges C6-C12	ND	10.0	mg/kg wet							
Carbon Ranges C12-C28	ND	10.0	"							
Carbon Ranges C28-C35	ND	10.0	"							
Total Hydrocarbon C6-C35	ND	10.0	"							
Surrogate: 1-Chlorooctane	57.2		mg/kg	50.0		114	70-130			
Surrogate: 1-Chlorooctadecane	59.1		"	50.0		118	70-130			

LCS (EB61401-BS1)

Prepared: 02/14/06 Analyzed: 02/15/06

Carbon Ranges C6-C12	507	10.0	mg/kg wet	500		101	75-125			
Carbon Ranges C12-C28	460	10.0	"	500		92.0	75-125			
Total Hydrocarbon C6-C35	967	10.0	"	1000		96.7	75-125			
Surrogate: 1-Chlorooctane	63.4		mg/kg	50.0		127	70-130			
Surrogate: 1-Chlorooctadecane	62.2		"	50.0		124	70-130			

Calibration Check (EB61401-CCV1)

Prepared: 02/14/06 Analyzed: 02/15/06

Carbon Ranges C6-C12	461		mg/kg	500		92.2	80-120			
Carbon Ranges C12-C28	416		"	500		83.2	80-120			
Total Hydrocarbon C6-C35	877		"	1000		87.7	80-120			
Surrogate: 1-Chlorooctane	52.9		"	50.0		106	70-130			
Surrogate: 1-Chlorooctadecane	49.0		"	50.0		98.0	70-130			

Matrix Spike (EB61401-MS1)

Source: 6B10008-08

Prepared: 02/14/06 Analyzed: 02/15/06

Carbon Ranges C6-C12	485	10.0	mg/kg dry	530	ND	91.5	75-125			
Carbon Ranges C12-C28	438	10.0	"	530	ND	82.6	75-125			
Total Hydrocarbon C6-C35	923	10.0	"	1060	ND	87.1	75-125			
Surrogate: 1-Chlorooctane	55.1		mg/kg	50.0		110	70-130			
Surrogate: 1-Chlorooctadecane	53.4		"	50.0		107	70-130			

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 3-0108-09
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/16/06 16:49

Organics by GC - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
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Batch EB61401 - Solvent Extraction (GC)

Matrix Spike Dup (EB61401-MSD1) **Source: 6B10008-08** **Prepared: 02/14/06** **Analyzed: 02/15/06**

Carbon Ranges C6-C12	485	10.0	mg/kg dry	530	ND	91.5	75-125	0.00	20	
Carbon Ranges C12-C28	440	10.0	"	530	ND	83.0	75-125	0.456	20	
Total Hydrocarbon C6-C35	925	10.0	"	1060	ND	87.3	75-125	0.216	20	
Surrogate: 1-Chlorooctane	55.1		mg/kg	50.0		110	70-130			
Surrogate: 1-Chlorooctadecane	53.5		"	50.0		107	70-130			

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 3-0108-09
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/16/06 16:49

General Chemistry Parameters by EPA / Standard Methods - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
Batch EB61305 - General Preparation (Prep)										
Blank (EB61305-BLK1)					Prepared: 02/10/06 Analyzed: 02/13/06					
% Solids	100		%							
Duplicate (EB61305-DUP1)					Source: 6B09009-01 Prepared: 02/10/06 Analyzed: 02/13/06					
% Solids	97.2		%		96.6			0.619	20	
Duplicate (EB61305-DUP2)					Source: 6B09016-06 Prepared: 02/10/06 Analyzed: 02/13/06					
% Solids	90.4		%		94.9			4.86	20	
Duplicate (EB61305-DUP3)					Source: 6B10001-09 Prepared: 02/10/06 Analyzed: 02/13/06					
% Solids	95.1		%		95.4			0.315	20	
Duplicate (EB61305-DUP4)					Source: 6B10005-05 Prepared: 02/10/06 Analyzed: 02/13/06					
% Solids	73.9		%		75.0			1.48	20	
Batch EB61606 - Water Extraction										
Blank (EB61606-BLK1)					Prepared & Analyzed: 02/14/06					
Chloride	ND	0.500	mg/kg							
LCS (EB61606-BS1)					Prepared & Analyzed: 02/14/06					
Chloride	9.05		mg/L	10.0		90.5	80-120			
Calibration Check (EB61606-CCV1)					Prepared & Analyzed: 02/14/06					
Chloride	9.00		mg/L	10.0		90.0	80-120			
Duplicate (EB61606-DUP1)					Source: 6B10003-02 Prepared & Analyzed: 02/14/06					
Chloride	4.98	5.00	mg/kg		5.16			3.55	20	J

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: John Hendrix/ Walter Lynch #1
Project Number: 3-0108-09
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
02/16/06 16:49

Notes and Definitions

J Detected but below the Reporting Limit; therefore, result is an estimated concentration (CLP J-Flag).
DET Analyte DETECTED
ND Analyte NOT DETECTED at or above the reporting limit
NR Not Reported
dry Sample results reported on a dry weight basis
RPD Relative Percent Difference
LCS Laboratory Control Spike
MS Matrix Spike
Dup Duplicate

Report Approved By: Raland K. Tuttle Date: 2-20-06

Raland K. Tuttle, Lab Manager
Celey D. Keene, Lab Director, Org. Tech Director
Peggy Allen, QA Officer

Jeanne Mc Murrey, Inorg. Tech Director
LaTasha Cornish, Chemist
Sandra Sanchez, Lab Tech.

This material is intended only for the use of the individual (s) or entity to whom it is addressed, and may contain information that is privileged and confidential.

If you have received this material in error, please notify us immediately at 432-563-1800.

Environmental Lab of Texas

Variance / Corrective Action Report – Sample Log-In

Client: Larson

Date/Time: 2/10/06 11:42

Order #: 6B100

Initials: CK

Sample Receipt Checklist

Temperature of container/cooler?	Yes	No	<u>1.0</u> C
Shipping container/cooler in good condition?	<u>Yes</u>	No	
Custody Seals intact on shipping container/cooler?	Yes	No	Not present
Custody Seals intact on sample bottles?	<u>Yes</u>	No	Not present
Chain of custody present?	<u>Yes</u>	No	
Sample Instructions complete on Chain of Custody?	<u>Yes</u>	No	
Chain of Custody signed when relinquished and received?	<u>Yes</u>	No	
Chain of custody agrees with sample label(s)	<u>Yes</u>	No	
Container labels legible and intact?	<u>Yes</u>	No	
Sample Matrix and properties same as on chain of custody?	<u>Yes</u>	No	
Samples in proper container/bottle?	<u>Yes</u>	No	
Samples properly preserved?	<u>Yes</u>	No	
Sample bottles intact?	<u>Yes</u>	No	
Preservations documented on Chain of Custody?	<u>Yes</u>	No	
Containers documented on Chain of Custody?	<u>Yes</u>	No	
Sufficient sample amount for indicated test?	<u>Yes</u>	No	
All samples received within sufficient hold time?	<u>Yes</u>	No	
VOC samples have zero headspace?	<u>Yes</u>	No	Not Applicable

Other observations:

Variance Documentation:

Contact Person: - _____ Date/Time: _____ Contacted by: _____

Regarding: _____

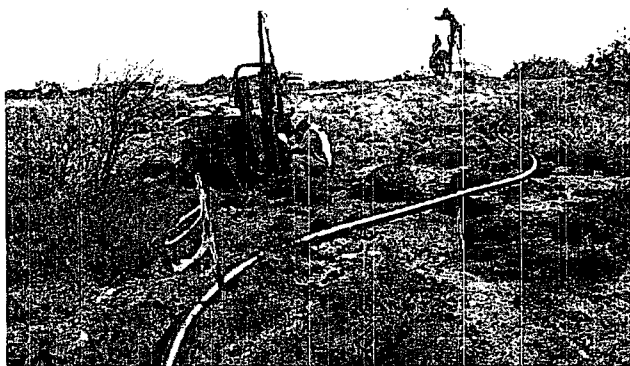
Corrective Action Taken:

[illegible]

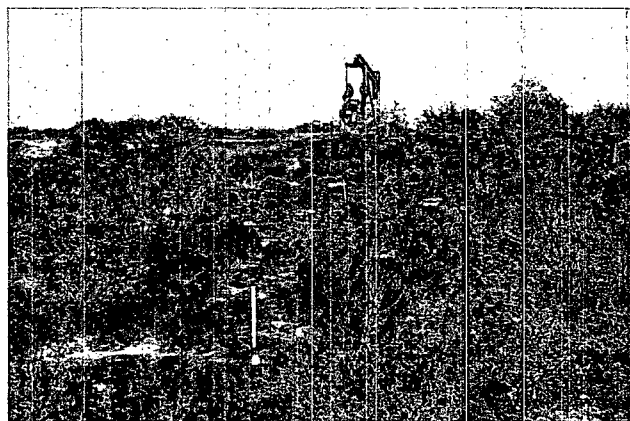
APPENDIX C

Photographs

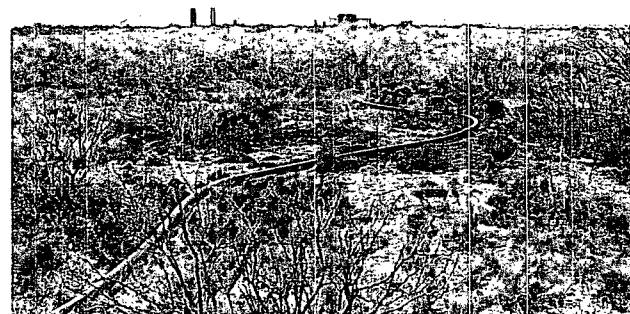
UL K, SECTION 1, T-22-S, R-37-E, LEA COUNTY, NEW MEXICO
WALTER LYNCH TANK BATTERY WELL # 1



1. Direct push sampling at line



2. Flowline spill, looking northeast

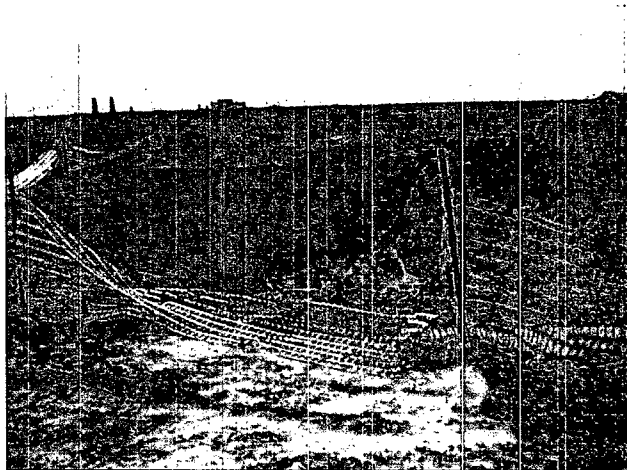


3. Flowline spill, looking southwest

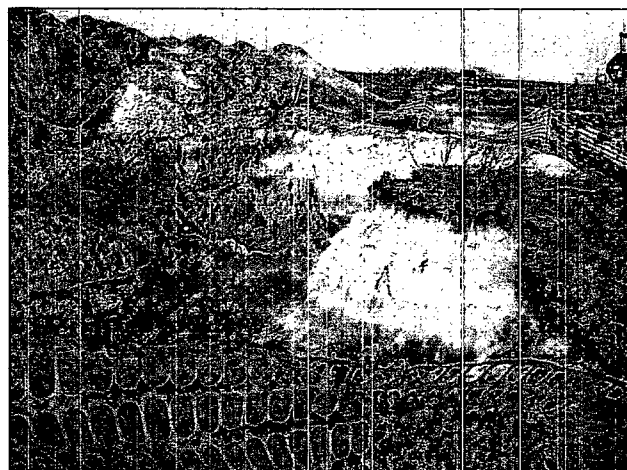
UL K, SECTION 1, T-22-S, R-37-E, LEA COUNTY, NEW MEXICO
WALTER LYNCH TANK BATTERY WELL # 1



4. Location sign



5. Remediation, Looking East,
February 22, 2006

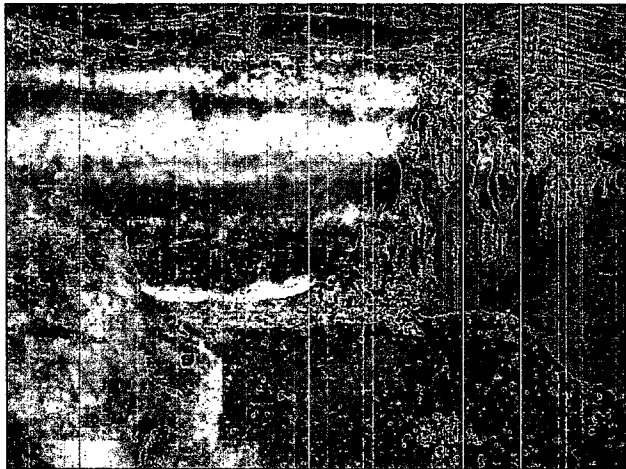


6. Remediation, Looking West,
February 22, 2006

UL K, SECTION 1, T-22-S, R-37-E, LEA COUNTY, NEW MEXICO
WALTER LYNCH TANK BATTERY WELL # 1



7. Remediation, Looking East,
February 22, 2006



8. Remediation, Looking East,
February 22, 2006

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Llanos Blvd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

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

Form C-141
Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	John H. Hendrix	Contact	MARVIN BURNOWS
Address	Box 910, Eunice, NM 88231	Telephone No.	505-394-2649
Facility Name	WALTER LYNCH #1	Facility Type	Flowline
Surface Owner	Kennan	Mineral Owner	Kennan
Lease No.			

LOCATION OF RELEASE

API # 30025099420000

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
1C	1	22S	37E	1980'	South	1980'	West	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Oil/Water	Volume of Release	2 BBLs	Volume Recovered	0
Source of Release	Flowline	Date and Hour of Occurrence	8/30/05	Date and Hour of Discovery	9 AM 8/30/05
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required				
By Whom?	MARVIN BURNOWS	Date and Hour	3:00 PM 8/30/05		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
If YES, Volume Impacting the Watercourse:					

If a Watercourse was Impacted, Describe Fully *

Describe Cause of Problem and Remedial Action Taken *

Pinhole in Flowline

Describe Area Affected and Cleanup Action Taken *

6' x 20', 2' x 20' none

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCU rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCU 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, NMOCU acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

OIL CONSERVATION DIVISION

Signature	MARVIN BURNOWS	Approved by District Supervisor	
Printed Name	MARVIN BURNOWS	Approval Date	Expiration Date
Title	PROD. MAN.		
E-mail Address	mburnows@valconet.com	Conditions of Approval	Attached <input type="checkbox"/>
Date	8/30/05	Phone	505-

* Attach Additional Sheets If Necessary

394-2649