



1RP-4049 Investigation Summary and Remediation Plan XTO Energy, Inc., Perla Negra Fed Com #4H January 25, 2016

Page 1 of 3

Introduction

This investigation summary and remediation plan is prepared for a release at the Perla Negra Fed Com #4H (API #30-025-42577). The legal description is Unit A (NE/4, NE/4), Section 25, Township 19 South, Range 24 East, in Lea County, New Mexico. The Site is situated about 400 feet south of U.S. Hwy 62/180 at mile marker (MM) 82. The approximate geodetic position is north 32° 38' 16.3055" and west 103° 30' 24.8432". Figure 1 presents a topographic map. Figure 2 presents an aerial map.

Background

The release occurred on December 1, 2015, during swabbing operations causing fluid to escape from the wellhead. XTO Energy, Inc. (XTO), operator of the well, verbally notified the U.S. Bureau of Land Management (BLM) in Carlsbad, New Mexico. On December 21, 2015, XTO filed the initial C-141 with the New Mexico Oil Conservation Division (OCD) in Hobbs, New Mexico. The volume was estimated at approximately 301.3 barrels (bbl) oil and 192.8 mcf gas. Approximately 158.63 bbl of fluid was recovered. The OCD assigned the release remediation project number 1RP-4049. Attachment A presents the initial C-141.

Setting

The setting is as follows:

- The surface elevation is about 3,780 feet above mean sea level (MSL);
- The topography is undulating with the regional topographic slope to the southeast;
- The nearest surface water feature is a small playa located about 2 miles northeast of the Site with no surface connection to the Site;
- The dominant soil types are "Pyote soils and dune land" (29.2%), "Kermit-Palomas fine sands, 0 to 12 percent slopes" (20%) and "Simona fine sandy loam, 0 to 3 percent slopes" (18.3%). The Pyote soil is fine sandy eolian deposits derived from sedimentary rock. The Kermit-Palomas fine sands are calcareous sandy eolian deposits derived from sedimentary rock. The Simona fine sandy loam is calcareous eolian deposits derived from sedimentary rock. The Pyote soils are present south of the location and forms dunes. The Kermit-Polamas fine sands are present in the area of the Perla Negra Fed Com #4H. The Simona fine sandy loam is present east of the Site. The principal use is range and wildlife habitat;
- Two (2) fresh water wells are located within 1-mile according to New Mexico State Engineer (NMOSE) records. The nearest well (CP 8941) is located about 2,000 feet northeast in Unit M (SW/4, SW/4), Section 19, Township 19 South and Range 35 East. Depth to groundwater is reported at 285 feet below ground surface (bgs). The furthest well (CP00583) is located about 5,100 feet southwest in Unit O (SW/4, SE/4), Section 25, Township 19 South, Range 34 East with depth to groundwater about 28 feet bgs. Figure 1 presents the approximate locations for the water wells.

Remediation Action Levels

Remediation action levels (RRAL) are calculated for benzene, BTEX and TPH based on the following criteria established by the OCD (*Guidelines for Remediation of Leaks, Spills and Releases, August 13,* 1993):

| Criteria | Result | Score |
|--------------------------------|------------------------|-------|
| Depth-to-Groundwater | Unknown | 0 |
| Wellhead Protection Area | No | 0 |
| Distance to Surface Water Body | > 1000 Horizontal Feet | 0 |

An RRAL for total petroleum hydrocarbons (TPH) is not possible due to unknown depth to groundwater.

Initial Response

XTO immediately began cleanup operation once the well was stable and safety personnel cleared the area for entry. Contractors were mobilized to begin recovering free liquid from the location and a utility right of way (ROW) located immediately south of the location. The ROW is owned by AT&T for fiber optic cables. A contractor scraped soil from the location to about 8 inches bgs for disposal at the R360 Halfway located at MM 66 about 16 miles west of the Site. The area was treated with Micro-Blaze[®] microbial amendment.

On December 3, 2015, LAI personnel mapped and recorded the boundary of the release using a Trimble[®] global position system (GPS) hand held receiver. Wind dispersed fluid east about 2,850 feet and about 2,100 feet south of the location. An area of heavy hydrocarbons identified as the "Red Zone" extends to about 750 feet east and 850 feet south of the location. The Red Zone encompasses about 835,916 square feet or approximately 19.2 acres. Beyond the "Red Zone" for a distance of about 250 feet is an area of lighter hydrocarbons identified as the "transition zone". The Transition Zone encompasses about 677,292 square feet or about 15.55 acres. Beyond the transition zone is the area of lightest hydrocarbons or mist which is identified as the "Green Zone". The Green Zone extends about 1,000 feet south and 1,700 feet east of the transition zone. The Green Zone encompasses about 3,120,362 square feet or about 71.63 acres. The total affected area, excluding the location, is about 4,630,863 square feet or about 106.3 acres. The affected portion of the location is about 64,728 square feet or about 1.48 acres. Figure 3 presents a map showing the approximate boundaries for the Red, Transition and Green Zones. Figure 4 presents a Site drawing with the hydrocarbon stained and scraped areas. Attachment B presents photographs.

Beginning on December 5, 2015, LAI personnel applied a solution (6%) of Micro-Blaze[®] microbial amendment to the Red Zone. The amendment was hand applied using a low impact all terrain vehicle and tank. The treated area was mapped each day with the Trimble GPS receiver. Figure 5 presents the Micro-Blaze[®] treatment areas by date.

Investigations Soil Boring

A boring will be drilled hydraulically up gradient (northwest) of the Site to determine depth to groundwater for calculating the RRAL. The boring will be drilled to a maximum depth of 100 feet and depth to groundwater will be gauged with an electronic water level meter. The boring will be plugged with bentonite. A permit will be obtained from the NMOSE. Figure 4 presents the proposed location for the boring.

Soil Samples

Soil samples will be collected from the location and ROW south of the location to assess remedial actions. Four (4) samples (S-1 through S-4) will be collected from the location and 3 samples (S-5 through S-7) will be collected from the ROW. The samples will be collected with a stainless steel hand auger from about 0 to 1 foot bgs. The samples will be analyzed for total petroleum hydrocarbons (TPH) and chloride by EPA SW-846 methods 8015, including gasoline (GRO) and diesel (DRO) organic fractions and chloride by method 300. Figure 4 presents the proposed sample locations;

Soil samples will be collected from the Red Zone to assess microbial reduction of hydrocarbons by Micro-Blaze[®] microbial amendment. Eleven (11) samples (S-8 to S-18) will be collected at the approximate locations shown on Figure 6. Each sample will be collected with a stainless steel hand auger from about 0 to 1 foot bgs and analyzed for TPH and chloride by EPA SW-846 method 8015 and 300, respectively.

Additional Remediation

Micro-Blaze[®] microbial amendment (3%) will be applied to the Transition Zone by similar methods as the Red Zone. Soil samples will be collected at four (4) locations (S-19 through S-22) about 30 days after treatment. The samples will be collected at the approximate locations shown on Figure 7. Each sample will be collected with a stainless steel hand auger from about 0 to 1 foot bgs and analyzed for TPH and chloride by EPA SW-846 method 8015 and 300, respectively. No treatment or soil sampling is proposed for the Green Zone.

Report

A detailed report will be prepared and submitted to BLM and OCD upon completion of the remediation. The report will include recommendations for additional remediation, if necessary.

Mark J. Larson, CPG #10490 Sr. Project Manager/President

Figures







Figure 3 - Site Map with Spill Data



Figure 4 - Site Map with Proposed Soil Sample Locations





Figure 6 - Proposed Red Zone Soil Sample Locations Map



Figure 7 - Proposed Transition Zone Soil Sample Locations Map

Attachment A

Initial C-141

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

By JKeyes at 12:45 pm, Dec 21, 2015

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division

Form C-141 Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action

| | OPERATOR | \boxtimes | Initial Report | Final Report |
|--|-----------------------------|-------------|----------------|--------------|
| Name of Company: XTO Energy, Inc | Contact: Stephanie Rabadue | | | · |
| Address: 500 W. Illinois St Ste 100 Midland, Texas 79701 | Telephone No.: 432-620-6714 | | | |
| Facility Name: Perla Negra Federal Com #4H | Facility Type: Well Site | | | |
| | | | | |

Surface Owner: Bureau of Land Management Mineral Owner: Bureau of Land Management API No.: 30-025-42577

LOCATION OF RELEASE

| Unit Letter Sect A 2: | 5 109 | Range 34E | Feet from the 298 | North/South Line North | Feet from the 485 | East/West Line East | County Lea |
|--------------------------|-------|--------------|-------------------|---------------------------|----------------------|------------------------|---------------|
|--------------------------|-------|--------------|-------------------|---------------------------|----------------------|------------------------|---------------|

Latitude: <u>32.637653 N</u> Longitude: <u>103.506267 W</u>

NATURE OF RELEASE

| Type of Release: Blow Out | Volume of Release: | Volume Recovered: | | | | |
|--|---|---|--|--|--|--|
| | 301.3bbls oil | 158.63bbls (to date) | | | | |
| 0 AB 1 BU 0 | 192.8mcf gas | Clean-Up in Progress | | | | |
| Source of Release: Well | Date and Hour of Occurrence | Date and Hour of Discovery | | | | |
| Was Immediate Notice Given? | 12/1/2015, 11AM CST | 12/1/2015, 11AM CST | | | | |
| Yes No Not Required | If YES, To Whom? Jim Amos, Bureau of Land Manag | oment | | | | |
| | - | | | | | |
| By Whom? Bo Jackson, XTO Energy | Date and Hour: 12/1/2015 2:30pm | | | | | |
| Was a Watercourse Reached? | If YES, Volume Impacting the Wa | tercourse. | | | | |
| 🗌 Yes 🖾 No | Not Applicable | | | | | |
| If a Watercourse was Impacted, Describe Fully.* | | | | | | |
| Not Applicable. No watercourse in vicinity. | | | | | | |
| | | | | | | |
| | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* | | | | | | |
| Pulling unit was fishing parted swab line and cups, they pulled out tubin rod elevator and pulled out hole. Tied onto the tubing to pump down and | g until got to the tail of the swab line. | Installed a TIW valve and latched on with | | | | |
| Wild well control came to location and well was secured by placing TIV | was plugged. Took off the TIW and | i started out of the hole when well kicked. | | | | |
| which were control came to rocation and were was secured by placing 114 | valve on the wen head. | | | | | |
| Describe Area Affected and Cleanup Action Taken.* | | | | | | |
| Estimated area affected to be 500'x500'. | | | | | | |
| XTO Energy, Inc has hired a third-party environmental company to eval | uate and perform clean-up. Clean-up is | s in progress | | | | |
| | - | | | | | |
| | | | | | | |
| I berghy cortify that the information given above is true and appropriate to | the base of the last of the last | 14 | | | | |
| I hereby certify that the information given above is true and complete to regulations all operators are required to report and/or file certain release | the best of my knowledge and underst | and that pursuant to NMOCD rules and | | | | |
| nublic health or the environment. The acceptance of a C-141 report by t | he NMOCD marked as "Final Penort" | does not relieve the operator of lightlity | | | | |
| should their operations have failed to adequately investigate and remedi | 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 respon | sibility for compliance with any other | | | | |
| federal, state, or local laws and/or regulations. | | | | | | |
| | OIL CONSER | VATION DIVISION | | | | |
| a Alabani De la | | | | | | |
| Signature: Styphine Rabadue | | Jam Hyer | | | | |
| Printed Name: Stephanie Rabadue | Approved by Environmental Speciali | st: | | | | |
| Frinted Name: Stephanie Rabadue | | | | | | |
| Title: Regulatory Analyst | Approval Date: 12/21/2015 | Expiration Date: 02/21/2016 | | | | |
| The regenery fillerst | Approval Date. | Expiration Date: | | | | |
| E-mail Address: stephanie_rabadue@xtoenergy.com | Conditions of Approval: | _ | | | | |
| | Discrete site samples required. Delin | eate and Attached | | | | |
| Date: 12/21/2015 Phone: 432-620-6714 | remediate per NMOCD guidelines. | 1RP 4049 | | | | |
| Attach Additional Sheets If Necessary | Geotagged photos recommended. En | nsure nJXK1535545760 | | | | |
| | BLM concurrence/approval. | pJXK1535545828 | | | | |

Attachment B

Photographs

Attachment B

Photographs

Photographs



Viewing North from Southwest Corner of Location



Viewing Northeast from Southwest Corner of Location



Viewing East from Southwest Corner of Location



Viewing Northeast from South Center of Location



Viewing West from Southeast Corner of Location



Viewing West from East Center of Location



Viewing North from Southeast Corner of Location



Viewing Northeast from Southeast Corner of Location



Viewing Southeast from South Center of Location



Viewing Southwest from South Center of Location



Viewing Northwest from Southeast of Location