April 20, 2018

Stacy Boultinghouse – Energy Transfer

Upon review of Annual Report (for 2017) and offered Work Plan (March 2108) for the site referenced above, the following:

The Oil Conservation Division (OCD) has no issue with the presented Annual Monitoring Report.

OCD approves with request to eliminate use of O-Sox deployment. Problematic issues with mechanism may potentially disallow usage of a given well location for future monitoring.

OCD agrees with sampling protocol, schedule for sampling and Methods for analysis as described in Work Plan. Semi-Annual sampling for wells identified as MW's -1, -2, -6, -7, -8, -9 and -10 is approved. Annual sampling for MW's -3, -4 and -5 is also approved.

If there are any questions, comments or needs, please contact this office. OCD appreciates the efforts of Energy Transfer and allied consultants.

Please keep a copy of this electronic communication, as NO paper copy will be supplied.

Sincerely,

Bradford Billings EMNRD/OCD Santa Fe

OCD approval does not relieve the operator of liability should their operations fail to adequately investigate and remediate contamination that may pose a threat to ground water, surface water, human health or the environment. In addition, OCD approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.