May 8, 2018

Camille Bryant – Plains Marketing Kris Williams – TERRACON

The Oil Conservation Division (OCD) of New Mexico is in receipt of the 2107 Annual Groundwater Monitoring Report for the DCP Plant to Lea Station 6 inch Section 31, OCD identification of 1R-2166.

The report details data and requests.

The following:

- 1. In next scheduled Monitor Report OCD requests calculations used to derive estimates of vapor phase collection/removal.
- 2. OCD also requests continued evaluation of recovery of contamination via the MDPE structure.
- Schedule for groundwater sampling and reporting is approved, as well as stated protocols for said sampling and Methodologies for laboratory analysis. Nominally for wells MW-2 through MW-6. MW-1 being the anticipated product recovery well. If product is not encountered in MW-1 during field work, please include in sampling scheme.

Please keep this electronic communication as NO paper copy will follow. OCD thanks you for your time and efforts on this issue.

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.