

432.520.7720 PHONE 432.520.7701 FAX

www.trcsolutions.com

APPROVED By Olivia Yu at 11:12 am, Aug 27, 2018

NMOCD approves of the proposed delineation plan for 1RP-4867.

July 30, 2018

Olivia Yu New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division, District 1 1625 French Drive Hobbs, NM 88240

Ryan Mann Hobbs Field Office New Mexico State Land Office 2827 N. Dal Paso St., Suite 117 Hobbs, New Mexico 88240

Re: Proposed Soil Delineation Workplan Trionyx Frac Pond (1R-4867) GPS: N 32.154386° W 103.740605° Unit Letter "P", Section 2, Township 25 South, Range 31 East, NMPM Eddy County, New Mexico

Dear Ms. Yu and Mr. Mann,

TRC Environmental Corporation (TRC), on behalf of TETRA Technologies, Inc. (TETRA) has prepared this Proposed Soil Delineation Workplan (Workplan) for the Trionyx Frac Pond Release Site (Site). The purpose of this Workplan is to propose delineation activities designed to prepare a Soil Delineation Summary and Proposed Remediation Workplan, which will advance the Site toward an NMOCD approved Site Closure Status. The legal description of the Release Site is Unit Letter "P", Section 2, Township 25 South, Range 31 East, NMPM in Eddy County, New Mexico. The GPS coordinates for the site are N 32.154386° W 103.740605°. The subject property is leased by Devon Energy Production Company, L.P. (Devon) and owned by the State of New Mexico and is administered by the New Mexico State Land Office (NMSLO). A Site Location Map and Site Details and Proposed Trench Location Map are provided as Figure 1 and Figure 2, respectively.

On October 24, 2017, TETRA was pigging the "layflat" line from the Devon Arabian 30-19 Fed Com 1H well site to the Devon Trionyx Frac Pond. TETRA had completed pigging the line from the well site to a TETRA booster pump, while pigging from the TETRA booster pump to the Devon Trionyx Frac Pond air in the "layflat" line resulted in the "layflat" line falling out of the Trionyx Frac Pond, which resulted in fluid being released to the ground from the line. The release was contained on the location on the caliche pad. The release area reportedly measured approximately 2,100 square feet. During initial response activities, the pigging activities were suspended. Approximately fifty (50) barrels of treated produced water was released

from the "layflat" line and approximately forty (40) barrels of treated produced water was recovered utilizing a vacuum truck. On March 24, 2017, a Devon Representative notified the NMOCD of the Release and Devon submitted a Release Notification and Corrective Action (Form C-141) to the NMOCD on October 30, 2017. The Form C-141 is attached to this report.

A groundwater database maintained by The New Mexico Office of the State Engineer (NMOSE) identified registered water wells in Section 2, Township 25 South, Range 31 East. The nearest water well (NMOSE File Number C-3830) is located approximately eight hundred (800) feet north of the reported location of the release. The Well Record and Log indicated a water bearing zone was identified at approximately three hundred forty-eight (348) feet below ground surface (bgs). A reference map utilized by the NMOCD Hobbs District Office indicates groundwater should be encountered at approximately three hundred seventy-five (375) feet bgs. Based on the NMOCD site classification system, zero (0) points will be assigned to the subject area ranking as a result of this criterion. Please reference the attached NMOSE data.

One water well (described above) was observed within one-thousand (1,000) feet of the Release Site. Based on the NMOCD site classification system, twenty (20) points will be assigned to the subject area ranking as a result of this criterion.

No surface water was observed within one-thousand (1,000) feet of the release. Based on the NMOCD site classification system, zero (0) points will be assigned to the subject area ranking as a result of this criterion.

Based on the NMOCD Site Classification criteria, the Release Site soil remediation levels are 10 milligrams per kilogram (mg/kg) for benzene, 50 mg/kg for benzene, toluene, ethylbenzene and xylenes (BTEX), and 100 mg/kg for total petroleum hydrocarbons (TPH). Per NMOCD request, chloride remediation levels for the Release Site will be 600 mg/kg.

On February 12, 2018, a Representative of TETRA collected two (2) treated produced water samples (250 bbl Cotton Draw Water Pit and 90 bbl Cotton Draw Water Pit) which were representative of the treated produced water released at the subject release. The water samples were submitted to Cardinal Laboratories in Hobbs, New Mexico and analyzed for concentrations of TPH, BTEX, chloride, and total dissolved solids (TDS) by Method SW846-8015M, EPA Method 8021B, SM4500Cl-B, and EPA Method 160.1, respectively.

The analytical results indicated TPH concentrations ranged from 2.27 mg/L in water sample 250 bbl Cotton Draw Water Pit to 2.65 mg/L in water sample 50 bbl Cotton Draw Water Pit. Benzene concentrations ranged from 0.813 mg/L in water sample 250 bbl Cotton Draw Water Pit to 0.823 mg/L in water sample 50 bbl Cotton Draw Water Pit. Toluene concentrations ranged from 0.569 mg/L in water sample 250 bbl Cotton Draw Water Pit to 0.583 mg/L in water sample 50 bbl Cotton Draw Water Pit. Ethylbenzene concentrations ranged from 0.031 mg/L in water sample 250 bbl Cotton Draw Water Pit to 0.033 mg/L in water sample 50 bbl Cotton Draw Water Pit to 0.033 mg/L in water sample 50 bbl Cotton Draw Water Pit. Toluene concentrations ranged from 1.57 mg/L in water sample 250 bbl Cotton Draw Water Pit to 1.60 mg/L in water sample 50 bbl Cotton Draw Water Pit.

The analytical results indicated chloride concentrations ranged from 146,000 mg/L in water sample 90 bbl Cotton Draw Water Pit to 150,000 mg/L in water sample 50 bbl Cotton Draw Water Pit. TDS

concentrations ranged from 213,000 mg/L in water sample 90 bbl Cotton Draw Water Pit to 220,000 mg/L in water sample 250 bbl Cotton Draw Water Pit. Based on the analytical results of source water, it appears the primary contaminant of concern for this release will be chloride which exceeds the NMOCD recommended remediation guidelines.

TRC on behalf of TETRA, proposes the following delineation activities designed to advance the Trionyx Frac Pond Release Site toward an NMOCD and NMSLO approved closure:

- Utilizing a backhoe, one (1) background trench (BT) will be advanced to a depth of approximately ten (10) feet bgs. The background trench will be located in an area topographically upslope and at a distance from the Release Site. Initially, soil samples will be chloride field screened at one (1) foot vertical intervals and the chloride field screen intervals may be adjusted based on the initial chloride field screen results. The soil sample exhibiting the highest chloride concentration in the background trench and a soil sample at the bottom of the trench will be collected and submitted to a NMOCD approved laboratory for determination of concentrations of BTEX, TPH, and chloride.
- Utilizing a backhoe, advance three (3) soil investigation trenches (T-1 through T-3) within the release margins to a maximum depth of approximately ten (10) feet bgs. Initially, soil samples will be chloride field screened at one (1) foot vertical intervals and the chloride field screen intervals may be adjusted based on the initial chloride field screen results. When chloride field screening indicates chloride concentrations are less than the NMOCD recommended concentration of 600 mg/kg, the soil investigation trench will be terminated.
- Based on the field screening results, the soil sample exhibiting the highest chloride concentration in each soil investigation trench and two (2) consecutive soil samples at the bottom of each soil investigation trench will be collected and submitted to a NMOCD approved laboratory for determination of concentrations of BTEX, TPH, and chloride. Following the collection of the soil samples, the investigation trenches will be backfilled as a safety precaution.
- In addition, four (4) soil investigation trenches (N. Trench, E. Trench, S. Trench, and W. Trench) will be advanced outside of the impacted area at a depth equal to the deepest trench within the release margins. Chloride field screening will be utilized to guide the advancement of the soil investigation trenches. If chloride field screening in the soil investigation trenches outside of the release margins indicates vertical and horizontal delineation of the contaminant of concern has not been successful, additional soil investigation trenches will be advanced to complete the delineation of the Release Site.
- Based on the field screening results, the soil sample exhibiting the highest chloride concentration in each soil investigation trench and the soil sample at the bottom of each soil investigation trench outside of the release margins will be collected and submitted to a NMOCD approved laboratory for determination of concentrations of BTEX, TPH, and chloride. Following the collection of the soil samples, the investigation trenches will be backfilled as a safety precaution.
- On receipt of favorable analytical results (below the NMOCD regulatory guidelines referenced above), a "Soil Investigation Summary and Proposed Soil Remediation Strategy" will be prepared on behalf of TETRA and submitted to the NMOCD and NMSLO for approval. If the analytical results indicate the soil investigation trenches have not provided vertical delineation of the Release Site, an air rotary drilling rig may be mobilized to the Release Site to continue the vertical delineation efforts.

TETRA is prepared to begin the activities outlined in this Proposed Soil Delineation Workplan on NMOCD and NMSLO approval.

If you have any questions, or if additional information is required, please feel free to call me at 432-520-7720 (office) or 432-559-3296 (cell).

Thank you,

n

Curt D. Stanley Senior Project Manager TRC Environmental Corporation

Jael Joury

Joel W. Lowry Senior Project Manager TRC Environmental Corporation

Attachments:

Figure 1 - Site Location Map Figure 2 - Site Map and Proposed Soil Investigation Trenches NMOSE Data Laboratory Analytical Results Release Notification and Corrective Action (Form C-141)

cc: File







WELL RECORD & LOG

,

......

. . .

OFFICE OF THE STATE ENGINEER

www.ose.state.nm.us

.

	OSE POD N	UMBER (WELL NUMBER)		·····		OSE FILE NU	MBER(S)			
Š	. 1			· ·			C-3830				
ATT	WELL OW				PHONE (OPTIONAL)						
8	ROCKI	HOUSE	ERANCH INC.		575-995	-6920					
GENERAL AND WELL LOCATION			NG ADDRESS RCE ST.				CARLSE	BAD	STATE NM	882	20 ^{21P}
R	WELI	.	DEGRE		SECON	DS					
NL A	LOCATI		32	09	22	N	+ ACCURAC	Y REQUIRED: ONE TEN	TH OF A SE	COND	·
ER	(FROM O	iPS)	LONGITUDE 103	44	31	` w	* DATUM RE	QUIRED: WGS 84			
GEN	DESCRIPTIC	ON RELATIN	G WELL LOCATION TO STR	EET ADDRESS AND COMMC	ON LANDMARKS - PL	SS (SECTION, TO	OWNSHJIP, RANG	GE) WHERE AVAILABLE			
1.			· · ·	ON 2, TOWNSHI	P 25S, RANG	GE 31E	4				
	WD-16		LUIS A. (TO					DURAN DRIL		MPANY	
	DRILLING		DRILLING ENDED 2/02/15	DEPTH OF COMPLETE 451	ED WELL (FT)	BORE HOL 450	E DEPTH (FT)	DEPTH WATER FIR. 300	ST ENCOUN	TERED (FT)	
Z	COMPLETE	id well h	s: O artesian	O DRY HOLE	SHALLOW (UNC	ONFINED)		STATIC WATER LEV	EL IN COM	PLETED WI	LL (FT)
CASING INFORMATION	DRILLING	FLUID:	C AIR	Ø MUD	ADDITIVES - SP	ECIFY: DR	ILLING M	UD			
WW	DRILLING	METHOD:	ROTARY	C HAMMER C	CABLE TOOL	C OTHE	R – SPECIFY:				
FO	DEPTH	l (feet bgl) BORE HOLE	CASING MATE	RIAL AND/OR	1			[
E D	FROM TO		BOREHOLE	GRADE (include each casing string, and note sections of screen)		CASING CONNECTION TYPE		CASING INSIDE DIAM.		G WALL KNESS	SLOT SIZE
NIS			(inches)							(inches)	
U N N	0	220	12	STEEL	······································	STEEL	PERF	7	1/4		2 2 -
2. DRILLING &	220	450	12	STEEL PERF		STEEL		7			1/8
F		1			······································				بر	3	L.
DRI											INCC
r.i		ļ									<u>a</u>
								•		یدی . روی محمد	2
										स ्ट. २ - २१	2 77
Ĺ				1						u) 25	<u> </u>
	DEDET	<u> </u>	l		<u>``</u>	<u> </u>					
ا بر		(feet bgl)	BORE HOLE DIAM. (inches)	LIST ANNULAR SEAL MATERIAL AN GRAVEL PACK SIZE-RANGE BY INTERN				AMOUNT (cubic feet)		METHO	
RIA	FROM	то -20-		20 BGS 80 LE						XER	
TE	20	450	12	22 YARDS 1/4							
W								······			
ANNULAR MATERIAL											
N											
3. AN											
۳ ا						······				-	
FOR	OSE INTER	NIAT TIO	l	.1				WALL BROOMS			
	NUMBER		****	r	POD NUMBER	k		WELL RECORD &			/2012)
			830			F.		<u>ا</u> ت	000	5	
	255.31E.2.424 ENDL										

-					,		
			Robert L	\bigcirc			
	DEPTH (1	THICKNESS (feet)	COLOR AND TYPE OF MATERIAL ENCOUN INCLUDE WATER-BEARING CAVITIES OR FRAC		WATER BEARING?	ESTIMATED YIELD FOR WATER-
	FROM	ТО	(icci)	(attach supplemental sheets to fully describe a	all units)	(YES/NO)	BEARING ZONES (gpm)
·	0	1	1	TOPSOIL		OY ON	
	1	4	3	CALICHE		OY ON	
	4	16	12	SAND		OY ON	
	90	99	9	CLAY		OY ON	
	99	190	91	SAND		ОҮ 🔘 N	
Г	190	250	60	BROWN CLAY		ОҮ 🔘 N	
VEL	250	265	15	SAND		OY ON	
OF	265	340	75	CLAY		O Y O N	
4, HYDROGEOLOGIC LOG OF WELL	340	348	8	SAND		OY ON	
ICL	348	378	30	GRAVEL		O Y O N	10
00	378	384	6	CALY		O ^Y O ^N	
EOI	384	448	64	SAND		O ^Y O ^N	5
ROG	448	450	2	RED BED		OY ON	
IUNI						O ^Y O ^N	
4, E						O ^Y O ^N	
					p.,,,,	O ^Y O ^N	
	l		1			$O^{Y} O^{N}$	
						$O^{Y} O^{N}$	
						$O^{Y} O^{N}$	
					<u></u>		
	METHODI		STIMATE VIELD	OF WATER-BEARING STRATA: O PUMP	то	TAL ESTIMATED	
	O AIR LIF		BAILER O	OTHER - SPECIFY:		ELL YIELD (gpm):	15
Z	WELL TES	TEST STAR	RESULTS - ATT. T TIME, END TH	ACH A COPY OF DATA COLLECTED DURING WELL 1 ME, AND A TABLE SHOWING DISCHARGE AND DRAY	FESTING, INCLUE WDOWN OVER T	DING DISCHARGE	METHOD, D. 200
ISIC	MISCELLA		FORMATION:			ليد المر	ंतः
ERV						8	्राम्
SUP				•		- N	
50							្រាហិ
E.						2020 2020 	
5. TEST; RIG SUPERVISION		ME(S) OF D DURAN	RILL RIG SUPER	VISOR(S) THAT PROVIDED ONSITE SUPERVISION OF	F WELL CONSTRU	いしていいの OTHERごれ いつ いつ	
	THE UNDE	RSIGNED	HEREBY CERTIF	IES THAT, TO THE BEST OF HIS OR HER KNOWLEDG	GE AND BELIEF, T	THE FOREGOING IS	A TRUE AND
TURE	CORRECT	RECORD O	F THE ABOVE D	ESCRIBED HOLE AND THAT HE OR SHE WILL FILE T 0 DAYS AFTER COMPLETION OF WELL DRILLING:	THIS WELL RECO	RD WITH THE STA	TE ENGINEER
6. SIGNATURE	Lu	IS AL	Der	m LUIS A. DURAN	2	-02-15	-
Ğ,		SIGNAT	URE OF DRILLE	R / PRINT SIGNEE NAME		DATE	
FOF	R OSE INTER	NAL USE	-			ECORD & LOG (Ve	rsion 06/08/2012)
FIL	E NUMBER	C-2	830	POD NUMBER	TRN NUMBER	560005	<u> </u>
			·3/E·2.4	42.4		EXPL	• 5
				· -· /			

÷



February 13, 2018

ANDREW ROMO TETRA TECHNOLOGIES 1114 S FM 1788 MIDLAND, TX 79765

RE: COTTON DRAW WATER PIT

Enclosed are the results of analyses for samples received by the laboratory on 02/12/18 11:30.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-17-10. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Whe Singh

Mike Snyder For Celey D. Keene Lab Director/Quality Manager



Analytical Results For:

TETRA TECHNOLOGIES ANDREW ROMO 1114 S FM 1788 MIDLAND TX, 79765 Fax To:

Received:	02/12/2018	Sampling Date:	02/12/2018
Reported:	02/13/2018	Sampling Type:	Wastewater
Project Name:	COTTON DRAW WATER PIT	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	LOVINGTON, NM		

Sample ID: 250 BBL COTTON DRAW WATER PIT (H800433-01)

BTEX 8021B	mg/L		Analyzed By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	0.813	0.020	02/12/2018	ND	0.020	99.2	0.0200	0.733	
Toluene*	0.569	0.020	02/12/2018	ND	0.020	97.9	0.0200	1.35	
Ethylbenzene*	0.031	0.020	02/12/2018	ND	0.020	97.5	0.0200	2.48	
Total Xylenes*	0.154	0.060	02/12/2018	ND	0.061	102	0.0600	1.74	
Total BTEX	1.57	0.120	02/12/2018	ND					
Surrogate: 4-Bromofluorobenzene (PID	101	% 81.3-12	8						
Chloride, SM4500CI-B	mg	/L	Analyze	d By: AC					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride*	150000	4.00	02/12/2018	ND	104	104	100	3.92	
TDS 160.1	mg/L		Analyzed By: AC						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
TDS*	220000	5.00	02/13/2018	ND	209	98.1	213	2.38	
TPH 8015M	mg,	/L	Analyze	d By: MS					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10*	2.27	1.00	02/12/2018	ND	37.4	74.8	50.0	0.837	
DRO >C10-C28*	<1.00	1.00	02/12/2018	ND	48.5	96.9	50.0	2.18	
EXT DRO >C28-C36	<1.00	1.00	02/12/2018	ND					
Surrogate: 1-Chlorooctane	70.5	% 37.1-13	8						
Surrogate: 1-Chlorooctadecane	90.7	% 44.6-15	1						

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the sample identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

mite Sigh

Mike Snyder For Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

TETRA TECHNOLOGIES ANDREW ROMO 1114 S FM 1788 MIDLAND TX, 79765 Fax To:

Received:	02/12/2018	Sampling Date:	02/12/2018
Reported:	02/13/2018	Sampling Type:	Wastewater
Project Name:	COTTON DRAW WATER PIT	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	LOVINGTON, NM		

Sample ID: 90 BBL COTTON DRAW WATER PIT (H800433-02)

BTEX 8021B	mg	′L	Analyzed By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	0.823	0.020	02/12/2018	ND	0.020	99.2	0.0200	0.733	
Toluene*	0.583	0.020	02/12/2018	ND	0.020	97.9	0.0200	1.35	
Ethylbenzene*	0.033	0.020	02/12/2018	ND	0.020	97.5	0.0200	2.48	
Total Xylenes*	0.162	0.060	02/12/2018	ND	0.061	102	0.0600	1.74	
Total BTEX	1.60	0.120	02/12/2018	ND					
Surrogate: 4-Bromofluorobenzene (PID	103	% 81.3-12	8						
Chloride, SM4500Cl-B	mg	'L	Analyze	d By: AC					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride*	146000	4.00	02/12/2018	ND	104	104	100	3.92	
TDS 160.1	mg	′L	Analyze	d By: AC					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
TDS*	213000	5.00	02/13/2018	ND	209	98.1	213	2.38	
TPH 8015M	mg	'L	Analyzed By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10*	2.65	1.00	02/12/2018	ND	37.4	74.8	50.0	0.837	
DRO >C10-C28*	<1.00	1.00	02/12/2018	ND	48.5	96.9	50.0	2.18	
EXT DRO >C28-C36	<1.00	1.00	02/12/2018	ND					
Surrogate: 1-Chlorooctane	75.0	% 37.1-13	8						
Surrogate: 1-Chlorooctadecane	78.7	% 44.6-15	1						

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the sample identified above. This report shall not be reproduced except in full with written approval of Cardinal Loratories.

whe Sigh

Mike Snyder For Celey D. Keene, Lab Director/Quality Manager



Notes and Definitions

QM-07	The spike recovery was outside acceptance limits for the MS and/or MSD. The batch was accepted based on acceptable LCS recovery.
ND	Analyte NOT DETECTED at or above the reporting limit
RPD	Relative Percent Difference
**	Samples not received at proper temperature of 6°C or below.
***	Insufficient time to reach temperature.
-	Chloride by SM4500Cl-B does not require samples be received at or below 6°C
	Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatscever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, whother business interruptors, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Mite Sigh

Mike Snyder For Celey D. Keene, Lab Director/Quality Manager

Laboratories

101 East Marland, Hobbs, NM 88240

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

City: analyses. All claims including those for negligence and any other service. In no event shall Cardinal be liable for incidental or conse Sampler Name: Project Location: Project Name: Project #: Phone #: Address: Project Manager: Company Name: Relinquished By: Relinquished By: H80043 Sampler - UPS - Bus - Other: Delivered By: (Circle One) LEASE NOTE: Liability and Damages FOR LAB USE ONLY Lab I.D. 0 250 bbl Cotton Dr Water Pl 2 90 bbl Cotton (575) 393-2326 FAX (575) 393-2476 Andrew Londo otton Andrei wington water Sample I.D. Draw 1.1°c/1.35° Timp: 50 Project Owner: brand Fax #: Time: Date: intal damages, including without limitation, business intern State: ono Lode ever shall be deemed waived unless made in writing and received by Cardinal within 30 days after completion of the applicable NW dy for any clair Received By: Zip: (G)RAB OR (C)OMP Received By: # CONTAINERS 7.+ GROUNDWATER Sample Condition Cool Intact Yes Yes No No No 5 WASTEWATER MATRIX SOIL OIL ions, loss of use, or loss of profits incurred by client, its subsidiaries, SLUDGE tract or tort, shall be limited to the amoun State: P.O. #: City: Attn: OTHER Phone #: Fax #: Address: Company: ACID/BASE PRESERV CHECKED BY: ICE / COOL BILL TO OTHER 2/12/15 10:30 Zip: 2/12/18 10:30 DATE SAMPLING paid by the client for the Phone Result: Fax Result: REMARKS: a romoastetratect. com TIME Rust!! TPH 8015 5 □ Yes □ No BTEX cl TDS Add'l Phone #: Add'l Fax #: ANALYSIS REQUEST

+ Cardinal rannot accent verhal channes Please fav written channes to (575) 202/2326

Page 5

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

	OPERATOR	Initial Report	Final Repor
Name of Company Devon Energy Production Co LP (6137)	Contact Stephen Richards, Devo	on Completions Forema	an
Address PO BOX 250, Artesia, NM 88211	Telephone No. (575) 252-3717		
Facility Name: Trionyx Frac Pond (Completing wells on the	Facility Type Oil		
Arabian 30-19 Fed Com 1H)			

LOCATION OF RELEASE

Unit Letter P	Section 2	Township 25S	Range 31E	Feet from the	North/South Line	Feet from the	East/West Line	County EDDY

Latitude 32.154386 N Longitude 103.740605 W NAD83

	OF KELEASE				
Type of Release: Treated Produced Water	Volume of Release: 50 bbls	Volume Recovered: 40 bbls			
Source of Release: Lay Flat Transfer Line	Date and Hour of Occurrence: 10/24/2017 @ 2:14 PM MST	Date and Hour of Discovery 10/24/2017 @ 2:14 PM MST			
Was Immediate Notice Given?	If YES, To Whom? OCD: Olivia Yu	ECEIVED			
By Whom? Mike Shoemaker, EHS Professional	By Olivia Yu at 9:23 am, Nov 17, 201 OCD: 10/25/17 @ 7:24 PM MST				
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse. NA				
If a Watercourse was Impacted, Describe Fully.* NA	I				
Describe Cause of Problem and Remedial Action Taken.* A contract company was pigging the layflat line from the Arabian 30-19 F	ed Com 1H to the Trionyx pond. 7				

A contract company was pigging the layflat line from the Arabian 30-19 Fed Com 1H to the Trionyx pond. They had completed the line from the location to their booster pump, after rigging up to pig from the booster pump to the Trionyx pond there was some air in the line which caused the line to come out of the pond and allowed fluid to be release to the ground from the line. The contract company shut down operations and notified Devon personnel. Approximately 50bbls of produced water ran off the side of the pond onto the Trionxy facility. A vacuum truck was dispatched and recovered 40 bbls of produced water.

Describe Area Affected and Cleanup Action Taken.*

The spill affected approximately 25,000 square feet running South from the release point. Approximately 50 barrels of treated produced water was spilled and approximately 40 barrels were recovered. A remediation contractor will be contacted to assist with the delineation and remediation efforts.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD 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 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/or regulations.

Signature: Denise Menoud	OIL CONSERVATION DIVISION
Printed Name: Denise Menoud	Approved by Environmental Specialist:
Title: Admin Field Support	Approval Date: 11/17/2017 Expiration Date:
E-mail Address: denise.menoud@dvn.com Date: 10/30/2017 Phone: (575)746-5544	Conditions of Approval: Attached directive
* Attach Additional Sheets If Necessary	1RP-4867

nOY1732133962

pOY1732135037

Operator/Responsible Party,

The OCD has received the form C-141 you provided on _11/6/2017_ regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number _1RP-4867_ has been assigned. Please refer to this case number in all future correspondence.

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District _1_ office in __Hobbs____ on or before _12/17/2017_. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

• Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.

• Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.

• Nominal detection limits for field and laboratory analyses must be provided.

• Composite sampling is not generally allowed.

• Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

•Probable depth to shallowest protectable groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to protectable water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.

• If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.

• Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold OCD Environmental Bureau Chief 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-476-3465 jim.griswold@state.nm.us