

CRIMSON RESOURCE MANAGEMENT CORP.

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January 18, 2016

Los Angeles Regional Water Quality Control Board 320 W. Fourth Street, Suite 200 Los Angeles, CA 90013 Attn: Joshua Cwikla

RE: Investigative Order No. R4-2015-0268

Mr. Cwikla,

Crimson Resource Management Corp. (Crimson) is in receipt of Order No. R4-2015-0268 which requests information on the disposal of well drilling fluids, well completion fluids, and production fluids to land for oil and gas operations in Los Angeles and Ventura County, California.

Crimson operates oil and gas production wells in the Aliso Canyon, Castaic Hills, and Hasley Canyon Oil Fields within Los Angeles County, California.

The Aliso Canyon Oil Field is located approximately two miles north of Highway 118 (Ronald Reagan Freeway) with access off of Tampa Avenue. There are no current or historic sumps used for the disposal of well drilling fluids. There are no current or historic sumps used for the disposal of well completion fluids. Any well completion fluids are kept in a baker tank and transported offsite for disposal. Lastly, there are no current or historic sumps used for disposal of production fluids. Produce water is handled by Southern California Gas Company for re-injection per agreement.

The Castaic Hills Unit Oil Field is located approximately one-quarter mile north of the Hasley Canyon Oil Field with the main entrance off of The Old Road. There are no current or historic sumps used for the disposal of well drilling fluids. There are no current or historic sumps used for the disposal of well completion fluids. Any well completion fluids are kept in a baker tank and transported offsite for disposal via vacuum truck. Lastly, there are no current or historic sumps used for disposal of production fluids. Produce water is hauled offsite via vacuum truck and disposed of in a Class II disposal well monitored by the Division of Oil, Gas and Geothermal Resources.

The Hasley Canyon Oil Field is located approximately two and one-half (2 1/2) miles west of Interstate 5 on Hasley Canyon Road at Del Valle Road, in Los Angeles County, California. There are no current or historic sumps used for the disposal of well drilling fluids. There are no current or historic sumps used for the disposal of well completion fluids. Any well completion fluids are kept in a baker tank and transported offsite for disposal via vacuum truck. There are no current or historic sumps used for disposal of production fluids. Produced water is re-injected back into the oil producing

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reservoir to help drive additional oil from the subsurface oil-bearing formations. This process is monitored by the State of California Division of Oil, Gas and Geothermal Resources.

I certify under penalty of law that I have personally examined and am familiar with the information submitted in this document and all attachments and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment.

Sincerely, CRIMSON RESOURCE MANAGEMENT CORP.

Gary Buntmann President