1625 N French Dr , Hobbs, NM 88240

District II 1301 W Grand Ave., Artesia, NM 88210 District III

State of New Mexico Energy Minerals and Natural Resources

> Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505

July 21, 2008 For temporary pits, closed-loop sytems, and below-grade tanks, submit to the appropriate NMOCD District Office

Form C-144

1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> 1220 S St Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87505	For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office
4842 Prope	Pit, Closed-Loop System, Below-Gradosed Alternative Method Permit or Closed	
Type of action:	Permit of a pit, closed-loop system, below-grade X Closure of a pit, closed-loop system, below-grade Modification to an existing permit Closure plan only submitted for an existing perm below-grade tank, or proposed alternative method	e tank, or proposed alternative method itted or non-permitted pit, closed-loop system,
Instructions: Please submit on	e application (Form C-144) per individual pit, closed	l-loop system, below-grade tank or alternative
• •	f this request does not relieve the operator of liability should operations reverthe operator of its responsibility to comply with any other applicable.	

Operator: Burlingto	n Resources Oil & Gas Company, LP	OGRID#: 14538
	289, Farmington, NM 87499	
Facility or well name:	Calloway 100S	
API Number:	30-045-34913	OCD Permit Number
U/L or Qtr/Qtr: J(I	NW/SE) Section: 27 Township: 31N	Range: 11W County: San Juan
Center of Proposed D	esign Latitude: 36.86783 °N	Longitude: 107.97465 °W NAD: 1927 X 198
Surface Owner:	Federal State X Private Trib	pal Trust or Indian Allotment
Temporary I		LLDPE HDPE PVC Other Volume. bbl Dimensions L x W x D
X Closed-loop S Type of Operation		Drilling (Applies to activities which require prior approval of a permit or
X LinedU	Above Ground Steel Tanks Haul-off Bins Unlined Liner type Thickness 20 mil Welded X Factory Other	Other X LLDPE HDPE PVD Other
Volume Tank Construction m Secondary contain Visible sidewall	ment with leak detection Visible sidewalls, liner,	A RECEIVE OIL CONS. DIV. DIV. 6-inch lift and automatic overflow shut-off

Submittal of an exception request is required Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval

Fencing: Subsection D of 19 15 17 11 NMAC (Applies to permanent pit, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet Alternate Please specify				
Netting: Subsection E of 19.15 17 11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)				
Signs: Subsection C of 19.15 17 11 NMAC 12" X 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers X Signed in compliance with 19.15.3.103 NMAC				
Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19 15 17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s). Requests must be submitted to the appropriate division district of the Santa Fe Environmental Bureau office for consideration of approval. Exception(s). Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	ideration of ap	proval		
Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau Office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above grade-tanks associated with a closed-loop system.				
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search, USGS; Data obtained from nearby wells	Yes	No		
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map, Visual inspection (certification) of the proposed site	Yes	□No		
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	Yes	No		
(Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	□NA			
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applied to permanent pits)	Yes	No		
- Visual inspection (certification) of the proposed site, Aerial photo, Satellite image Within 500 horizonal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering	□ □Yes	□No		
purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application.		L.140		
- NM Office of the State Engineer - IWATERS database search; Visual inspection (certification) of the proposed site	_	_		
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended - Written confirmation or verification from the municipality. Written approval obtained from the municipality	Yes	∐No		
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	Yes	No		
Within the area overlying a subsurface mine Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division	Yes	No		
Within an unstable area. - Engineering measures incorporated into the design, NM Bureau of Geology & Mineral Resources; USGS; NM Geological Secretary Tonographic men	Yes	No		
Society; Topographic map Within a 100-year floodplain - FEMA map	Yes	No		

Temporary Pits, Emergency Pits and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17 9 NMAC
Instructions. Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19 15 17 9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19 15 17 9
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19 15 17 10 NMAC
Design Plan - based upon the appropriate requirements of 19 15 17 11 NMAC
Operating and Maintenance Plan - based upon the appropriate requirements of 19 15 17.12 NMAC
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of
19 15 17 9 NMAC and 19 15 17 13 NMAC
Previously Approved Design (attach copy of design) API or Permit Number.
12
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19 15 17 9 NMAC Instructions. Each of the following items must be attached to the application Please indicate, by a check mark in the box, that the documents are attached
Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9
Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19 15 17 10 NMAC
Design Plan - based upon the appropriate requirements of 19 15 17 11 NMAC
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15 17 12 NMAC
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 15 17 9 NMAC and 19 15.17 13 NMAC
Previously Approved Design (attach copy of design) API
Previously Approved Operating and Maintenance Plan API
13
Permanent Pits Permit Application Checklist: Subsection B of 19 15 17 9 NMAC
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.
Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19 15 17.9 NMAC
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
Climatological Factors Assessment
Certified Engineering Design Plans - based upon the appropriate requirements of 19 15 17 11 NMAC Dike Protection and Structural Integrity Design: based upon the appropriate requirements of 19 15 17 11 NMAC
Leak Detection Design - based upon the appropriate requirements of 19 15 17 11 NMAC
Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19 15 17 11 NMAC
Quality Control/Quality Assurance Construction and Installation Plar
Operating and Maintenance Plan - based upon the appropriate requirements of 19 15 17 12 NMAC
Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19 15 17 11 NMAC
Nuisance or Hazardous Odors, including H2S, Prevention Plan
Emergency Response Plan
Oil Field Waste Stream Characterization
Monitoring and Inspection Plan Erosion Control Plan
Closure Plan - based upon the appropriate requirements of Subsection C of 19 15 17 9 NMAC and 19 15 17 13 NMAC
14 Proposed Closure: 19 15 17 13 NMAC
Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan
Type Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative
Proposed Closure Method Waste Excavation and Removal
Waste Removal (Closed-loop systems only)
On-site Closure Method (only for temporary pits and closed-loop systems)
In-place Burial On-site Trench Burial
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
15
Waste Excavation and Removal Closure Plan Checklist: (19 15 17 13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.
Protocols and Procedures - based upon the appropriate requirements of 19 15 17.13 NMAC
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings
Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19 15 17 13 NMAC
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19 15 17 13 NMAC
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15 17.13 NMAC

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Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Stee Instructions: Please identify the facility or facilities for the disposal of liquids, drilling	Hanks or Haul-off Bins Only: (1915 1713 D NMAC) fluids and drill cuttings Use attachment if more than two fact	ilities	
Disposal Facility Name	Disposal Facility Permit #		
Disposal Facility Name	Disposal Facility Permit #.		
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations? Yes (If yes, please provide the information No			
Required for impacted areas which will not be used for future service and operations. Soil Backfill and Cover Design Specification - based upon the appropriate Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Plan - based upon the ap	tion I of 19 15.17.13 NMAC		
17 Siting Criteria (Regarding on-site closure methods only: 19.15.17.10 NMAC Instructions. Each siting criteria requires a demonstration of compliance in the closure plan Re siting criteria may require administrative approval from the appropriate district office or may be consideration of approval. Justifications and/or demonstrations of equivalency are required. Pl	commendations of acceptable source material are provided below. R considered an exception which must be submitted to the Santa Fe En		
Ground water is less than 50 feet below the bottom of the buried waste - NM Office of the State Engineer - (WATERS database search; USGS) Data obta	nined from nearby wells	Yes No	
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - IWATERS database search, USGS, Data obta	ned from nearby wells	Yes No	
Ground water is more than 100 feet below the bottom of the buried waste - NM Office of the State Engineer - (WATERS database search, USGS; Data obta	ined from nearby wells	Yes No	
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other signific (measured from the ordinary high-water mark)	cant watercourse or lakebed, sinkhole, or playa lake	Yes No	
Topographic map, Visual inspection (certification) of the proposed site Within 300 feet from a permanent residence, school, hospital, institution, or church in	avictance at the time of initial application	Yes No	
Visual inspection (certification) of the proposed site, Aerial photo, satellite image	**	Yes No	
Within 500 horizontal feet of a private, domestic fresh water well or spring that less the purposes, or within 1000 horizontal fee of any other fresh water well or spring, in exist - NM Office of the State Engineer - iWATERS database, Visual inspection (certifi	ence at the time of the initial application		
Within incorporated municipal boundaries or within a defined municipal fresh water w pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality, Written approval obt		Yes No	
Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map; Topographic map, Visual insp		Yes No	
Within the area overlying a subsurface mine - Written confirantion or verification or map from the NM EMNRD-Mining and N	Mineral Division	Yes No	
Within an unstable area - Engineering measures incorporated into the design; NM Bureau of Geology & M.	ineral Resources, USGS, NM Geological Society;	Yes No	
Topographic map Within a 100-year floodplain - FEMA map		Yes No	
On-Site Closure Plan Checklist: (19 15 17 13 NMAC) Instructions: Each check mark in the box, that the documents are attached.	of the following items must bee attached to the closure p	olan. Please indicate, by a	
Siting Criteria Compliance Demonstrations - based upon the appropriate	requirements of 19 15 17 10 NMAC		
Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15 17 13 NMAC			
Construction/Design Plan of Burial Trench (if applicable) based upon the	e appropriate requirements of 19 15 17 11 NMAC		
Construction/Design Plan of Temporary Pit (for in place burial of a dryi		15 17 11 NMAC	
Protocols and Procedures - based upon the appropriate requirements of			
Confirmation Sampling Plan (if applicable) - based upon the appropriate			
Waste Material Sampling Plan - based upon the appropriate requiremen		ot be achieved)	
Disposal Facility Name and Permit Number (for liquids, drilling fluids a Soil Cover Design - based upon the appropriate requirements of Subsec	=	iot oc acmeved)	
Re-vegetation Plan - based upon the appropriate requirements of Subsection			
Site Reclamation Plan - based upon the appropriate requirements of Sub			

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Operator Application Contification
Operator Application Certification: I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief
Name (Print) Title
Signature Date
e-mail address Telephone.
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: Title: OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17.13 NMAC Instructions, Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed. [X] Closure Completion Date: 9/29/2009
22
Closure Method: Waste Excavation and Removal On-site Closure Method Alternative Closure Method X Waste Removal (Closed-loop systems only) If different from approved plan, please explain
23
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.
Disposal Facility Name Envirotech / JFJ Landfarm % IEI Disposal Facility Permit Number NM-01-0011 / NM-01-0010B
Disposal Facility Name: Basin Disposal Facility Disposal Facility Permit Number NM-01-005
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?
Yes (If yes, please demonstrate compliane to the items below) X No (Original Approved Drying Pad was not utilized for this location)
Required for impacted areas which will not be used for future service and operations: Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installatior
Re-vegetation Application Rates and Seeding Technique
24
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.
Proof of Closure Notice (surface owner and division) Proof of Deed Notice (required for on-site closure)
Plot Plan (for on-site closures and temporary pits)
Confirmation Sampling Analytical Results (if applicable)
Waste Material Sampling Analytical Results (if applicable)
Disposal Facility Name and Permit Number
Soil Backfilling and Cover Installation
Re-vegetation Application Rates and Seeding Technique
Site Reclamation (Photo Documentation) On-site Closure Location Latitude Longitude NAD 1927 1983
Dongstade Location Latitude Location Latitude Location Latitude
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is ture, accurate and complete to the best of my knowledge and belief I also certify that
Operator Closure Certification:
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is ture, accurate and complete to the best of my knowledge and belief I also certify that
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is ture, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.