Form C-144 July 21, 2008

District I 1625 N French Dr., Hobbs, NM-88240 District II 1301 W Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S St. Francis Dr., Santa Fc, NM 87505

Type of action.

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.
For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

9383

Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application

Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method

Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop
system, below-grade tank, or proposed alternative/method
Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank, or alternative request lease be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the avironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations, or ordinances
Operator. XTO Energy, Inc. OGRID #: -5380
Address 382 Road 3100. Aztec, New Mexico 87410
Facility or well name. Federal Gas COM-H #1E
API Number 30-045-26122 OCD Permit Number.
U/L or Qtr/Qtr G Section 31 Township 30N Range 12W County San Juan
Center of Proposed Design Latitude 36 77115 Longitude -108 13601 NAD: □1927 ☑ 1983
Surface Owner 🔲 Federal 🔲 State 🗵 Private 🔲 Tribal Trust or Indian Allotment
Pit: Subsection F or G of 19 15 17 11 NMAC
Temporary: Drilling D Workover RCVD JAN 3'12
Permanent Emergency Cavitation P&A
☐ Lined ☐ Unlined Liner type. Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ OtherDIST. 3
String-Reinforced
Liner Seams. Welded Factory Other Volume bbl Dimensions L x W x D'
3
Closed-loop-System: Subsection H of 19.15 17.13 NMAC
Type of Operation P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other
☐ Lined. ☐ Unlined Liner type: Thicknessmil ☐ LLDPE. ☐ HDPE ☐ PVC ☐ Other
Liner Seams
4
Below-grade tank: Subsection I of 19 15 17.11 NMAC
Volume 120 bbl Type of fluid Produced Water
Tank Construction material: Steel
Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Not labeled
Liner type Thicknessmil
5
Alternative Method: Submitted of an account of required and account of anniance of annian
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 pits, 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, hinstitution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet Alternate Please specify	oospital,		
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)			
mondary inspections (it neeting or selecting is not physically leastote)			
Signs: Subsection C of 19.15.17.11; NMAC 12"x 24", 2" lettering, providing Operator's name, site location; and emergency telephone numbers 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 or the Santa Fe Environmental Bureau of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for		
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 accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system.	priate district pròval.		
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	☐ Yés ☐ No		
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark) - Topographic map; Visual inspection (cérufication) 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 (Applies to temporary, emergency, or cavitation puis and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No ☐ NA		
Within 1000 feet from a permanent residence; school, hospital, institution, or church in existence at the time of initial application (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo, Satellite image	☐ Yes ☐ No ☐ NA		
Within 500 horizontal feet of a private, domestic fresh water well of spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - 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.			
Within 500 feet of a wetland	☐ Yes ☐ No		
Within the area overlying a subsurface mine - Written confirmation or verification of map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No		
Within an unstable area - Engineering measures incorporated into the design, NM'Burcau of Geology'& Mineral Resources, USGS NM Geological Society, Topographic map.	☐ Yès ☐ No		
Within a 100-year floodplain FEMA map	☐ Yes ☐ Nò		

11
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 NMAC 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 Number or Permit Number
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. Apprôved Design (attach copý of design) API Number.
Prèviously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use:
above ground steel tanks or haul-off bins and propose to implement waste-removal for closure)
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 Compiliance 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 IT NMAC Quality Control/Quality Assurance Construction and Installation Plan 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
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 Rermanent 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 Pacility 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

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.D. Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if nacilities are required.	NMAC) nore than two				
Disposal Facility Name Disposal Facility Permit Number:					
Disposal Facility Name Disposal Facility Permit Number					
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 below) No					
Required for impacted areas which will not be used for future service and operations Soil Backfill and Coye, 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					
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. Recommendations of acceptable sour provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate districtions are exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justif demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	ict office or may be				
Ground water is less than 50 feet below the bottom of the buried waste - NM Office of the State Engineer - tWATERS database search; USGS, Data obtained from nearby wells	☐ Yes ☐ Ño ☐ ÑA				
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - IWA IERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA				
Ground water is more than 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search, USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NÃ				
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed; sinkhole, or playa lake (méasured 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, of church in existence at the time of initial application. 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 than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. NM Office of the State Engineer - IWATERS database, Visual inspection (certification) of the proposed site.	☐ Yes ☐ No				
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 of map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No				
Within an unstable area. - Engincering measures incorporated into the design, NM Bureau of Geology & Mineral Resources, USGS, NM Geological Society; Topographic map	☐ Yes ☐ No				
Within a 100-year floodplain - FEMA map	☐ Yeş ☐ No				
On-Site 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. 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 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC 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 Waste Material Sampling Plan - 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 or in case on-site closure standards cannot be achieved) Soil Cover Design - based upon the appropriate requirements of Subsection I 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 I of 19.15.17.13 NMAC					

	,
Operator Application Certification: I hereby certify that the information submitted with this application is true, accurate a	
Name (Print): Jawes McDanie	Title: EHWS Spervisor
Signature:	Date: 12/6/11
E-mail address. James McDaniel Oxtoener gy.com	Télephone: 505-333-3701
OCD Approval: Permit Application (including closure plan) Closure Plan	only) OCD Conditions (see attachment)
OCD Representative Signature:	Approval Date: 104/2012
Title: Compliance Office o	CD Permit Number: 483
Closure Report (required within 60 days of closure completion): Subsection K of Instructions: Operators are required to obtain an approved closure plan prior to in The closure report is required to be submitted to the division within 60 days of the essection of the form until an approved closure plan has been obtained and the closu	uplementing any closure activities and submitting the closure report. completion of the closure activities. Please do not complete this
Closúre Method: ☑ Waste Excavation and Removal ☐ On-Site Closure Method ☐ Alternative ☐ If different from approved plan. please explain.	e Closure Method Waste Removal (Closed-loop systems only)
23 Closure Report Regarding Waste Removal Closure For Closed-loop Systems Th Instructions: Please indentify the facility or facilities for where the liquids, drilling two facilities were utilized.	at Utilize Above Ground Steel Tanks or Haul-off Bins Only: fluids and drill cuttings were disposed. Use attachment if more than
Disposal Facility Name: Disposal Facility Permit N	umber
	Disposal Facility Permit Number
Were the closed-loop system operations, and associated activities performed on or, in Yes (If yes; please demonstrate compliance to the items below) No	areas that will not be used for future service and operations?
Required for impacted areas which will not be used for future service and operations Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	·x
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 (required for on-site closure)	
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 Execution Latitude Longitude	NAD. 1927 1983
15.	
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure repo	and restance accounts and normalists to the best of my knowledge and
belief. I also certify that the closure complies with all applicable closure requiremen	ts and conditions specified in the approved closure plan
Name (Print) Dames Mc Daniel CHMM # 15676 T	ille: EHLS Supervisor
Signature	Date: 12/29/11.
E-mail address T	505-333-3701
AND P.	No.
- 156.	N. 100



"Kelly, Jonathan, EMNRD" <Jonathan.Kelly@state.nm.u s>

12/06/2011 02 14 PM

To "James_McDaniel@xtoenergy.com" <James_McDaniel@xtoenergy.com>

CC

bcc

Subject RE Federal Gas COM H #1E BGT Closure Plan

James,

The BGT Closure Plan Permit # 9288 for the Federal Gas COM H #1E has been approved 12/06/2011.

Jonathan D. Kelly
Compliance Officer
Oil Conservation Division
Energy, Minerals, & Natural Resources
1000 Rio Brazos, Aztec, NM 87410
(505)334-6178 ext 122
Jonathan.kelly@state.nm.us

From: James_McDaniel@xtoenergy.com [mailto:James_McDaniel@xtoenergy.com]

Sent: Tuesday, December 06, 2011 1:52 PM

To: Kelly, Jonathan, EMNRD

Subject: Federal Gas COM H #1E BGT Closure Plan

Jonathan,

Please find attached a BGT Closure Plan for the Federal Gas COM H #1E. This BGT is being closed due to facility upgrades, and the BGT will be brought above grade. Santa Fe could not find proof that a BGT Closure Plan was submitted, so I am sending one to your office. Thanks very much for your time in regards to this matter.



James McDaniel, CHMM #15676

EH&S Supervisor

XTO Energy, Inc.

onice # 505-333-3701

cell #/505-787-0519

James Mcdanlet@xtoenergy.com

<u>District 1</u> 1625 N French Dr , Hobbs, NM 88240 District II
1301 W Grand Avenue, Artesia, NM 88210 District III
1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S St Francis Dr , Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

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

Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back side of form

Attached [

Release Notification and Corrective Action												
						OPERA	ГOR		Initia	al Report		Final Report
					nes McDaniel					•		
Address ¹ 382 Road 3100, Aztec, New Mexico 87410					No · (505) 333-3	3701						
Facility Nar	ne Federa	l Gas COM	H #1E (3	0-045-26122)]	Facility Typ	e Gas Well		. <u> </u>			
Surface Ow	ner Privat	te		Mineral C)wner:				Lease N	lo.:		
				LOCA	ATION	OF REI	LEASE					
Unit Letter G	Section 31	Township 30N	Range 12W	Feet from the 2085	1	rth/South Line Feet from the East/West FNL 1660 FEL				County San Juan		
				Latitude: 3	6 77115	Longitud	le: -108.1360				_	
						OF RELI						
Type of Rele	ase Produc	ced Water	· · · 	11111	CIG		Release Unknov	vn	Volume F	Recovered 1	Vone	
Source of Re						Date and H Unknown	lour of Occurrence	e	Date and	Hour of Disc	covery	12/1/2011
Was Immedia	ate Notice (Yes [] No 🛛 Not R	equired	If YES, To	Whom?				_	
By Whom? Date and Hour												
Was a Water	course Read	ched?		_		If YES, Volume Impacting the Watercourse						
			Yes 🗵] No								
If a Watercou	ırse was Im	pacted, Descr	ibe Fully	*								
The below g sample was cand BTEX vi	rade tank w collected be a USEPA N	neath the loca Method 8021,	of service a tion of the and for to	n Taken * at the Federal Gase on-site BGT, and tal chlorides The PH standard at 245	d submitt e sample	ted for labora returned rest	tory analysis for 'ilts below the 'Pit	TPH via t Rule' sj	USEPA M	lethod 418 1	and 8	015, benzene
		and Cleanup and Cleanup armed for this		ken *								
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.												
OIL CONSERVATION DIVISION Signature												
Printed Name James McDaniel, CHMM #15676 Approved by District Supervisor												
Title: EH&S	Supervisor					Approval Da	te	<u>I</u>	Expiration	Date		
E-mail Address James McDaniel@xtoeneigy.com] ,	Conditions of Approval			,				

Phone 505-333-3701

Date 12/29/2011 * Attach Additional S

XTO Energy Inc. San Juan Basin Below Grade Tank Closure Report

Lease Name: Federal Gas COM H #1E

API No.: 30-045-26122

Description: Unit G, Section 31, Township 30N, Range 12W, San Juan County

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.

Closure Date is December 7, 2011

2. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15 17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.

Closure Date is December 7, 2011

3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.

Required C-144 Form is attached to this document.

4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B Soil contaminated by exempt petroleum hydrocarbons Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005

Produced water

All liquids and sludge were removed from the tank prior to closure activities.

5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.

XTO has removed the below grade tank, and will dispose of it at a division approved facility, or recycle, reclaim or reuse it in a manner that is approved by the division.

6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.

All on-site equipment will be used for the continued production of oil and gas from this location.

At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 50 mg/kg, and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

A five point composite sample was taken of the pit using sampling tools and all samples tested per Subsection B of 19.15.17.1 3(B)(1)(b). (Sample results attached).

Components	Test Method	Limit (mg/Kg)	Results
Benzene	EPA SW-846 8021B or 8260B	0.2	< 0.0009 mg/kg
BTEX	EPA SW-846 8021B or 8260B	50	0.0065 mg/kg
ТРН	EPA SW-846 418.1	100	245 mg/kg
Chlorides	EPA 300 1	250 or background	ND mg/kg

8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.

Due to TPH levels of 245 ppm via USEPA Method 418.1, a release was confirmed for this location. Please see that attached final C-141 release Notification and Corrective Action form for all remediation activities..

9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.

The pit cellar was backfilled using compacted, non-waste containing earthen material, with a division prescribed soil cover.

- 10. Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally.
 - The notification will include the following:
 - i. Operator's name
 - ii. Well Name and API Number
 - ii. Location by Unit Letter, Section, Township, and Range

Notification was provided to Mr. Brandon Powell with the Aztec office of the OCD via email on December 3, 2011; see attached email printout.

The surface owner shall be notified of XTO's proposal to close the BGT as per the approved closure plan using certified mail, return receipt requested.

The surface owner was notified on December 6, 2011; see attached letter and return receipt.

Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be placed in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.

The site will continue to be used for oil and gas exploration and production operations. The site will be recontoured upon the plugging and abandoning of this well location.

12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.

The site has been backfilled to match these specifications.

13. XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

The location will continue to be used for daily operations pertaining to oil and gas exploration and production activities. The site will be reclaimed pursuant to surface owner specifications upon the plugging and abandoning of this well location.

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner; attached
 - ii. Details on capping and covering, where applicable; per OCD Specifications
 - iii. Inspection reports; attached
 - iv. Confirmation sampling analytical results; attached
 - v. Disposal facility name(s) and permit number(s); see above
 - vi. Soil backfilling and cover installation; per OCD Specifications
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable); **NA**
 - viii. Photo documentation of the site reclamation, attached



EPA METHOD 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Client:	XTO	Project #:	98031-0528
Sample ID:	BGT	Date Reported:	12-01-11
Laboratory Number:	[,] 60477	Date Sampled:	11-30-11
Chain of Custody No:	14031	Date Received:	11-30-11
Sample Matrix:	Soil	Date Extracted:	12-01-11
Preservative.	Cool	Date Analyzed:	12-01-11
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid

Waste, SW-846, USEPA, December 1996.

Comments:

Federal Gas Com H #1E

5796 US Highway 64, Farmington, NM 87401

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc.com



EPA Method 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Quality Assurance Report

Client:	QA/QC	Project #:	N/A
Sample ID:	12-01-11 QA/QC	Date Reported:	12-02-11
Laboratory Number:	60477	Date Sampled:	N/A
Sample Matrix:	Methylene Chloride	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	12-01-11
Condition:	N/A	Analysis Requested.	TPH

	I <u>"</u> Cal Date	I≟Cal RF:	C-Cal(RF: %	6 Difference	Accept. Range
Gasoline Range C5 - C10	12-01-11	1.003E+03	1.004E+03	0.04%	0 - 15%
Diesel Range C10 - C28	12-01-11	1.009E+03	1.009E+03	0.04%	0 - 15%

Blank Conc. (mg/L - mg/Kg)	Concentration	Detection Limit
Gasoline Range C5 - C10	0.7	0.2
Diesel Range C10 - C28	0.5	0.1

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Range
Gasoline Range C5 - C10	ND	ND	0.00%	0 - 30%
Diesel Range C10 - C28	ND	ND	0.00%	0 - 30%

Spike Conc. (mg/Kg)	Sample	Spike; Added	Spike Result	% Recovery	Accept: Range
Gasoline Range C5 - C10	ND	250	253	101%	75 - 125%
Diesel Range C10 - C28	ND	250	248	99.3%	75 - 125%

ND - Parameter not detected at the stated detection limit.

References: Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid

Waste,

SW-846, USEPA, December 1996.

Comments: QA/QC for Samples 60476-60477

5796 US Highway 64, Farmington, NM 87401

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc com



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

	•		Det.
		Dilution:	10
Condition [*]	Intact	Analysis Requested:	BTEX
Preservative:	Cool	Date Extracted:	12-01-11
Sample Matrix.	Soil	Date Analyzed:	12-01-11
Chain of Custody:	14031	Date Received	11-30-11
Laboratory Number:	60477	Date Sampled:	11-30-11
Sample ID.	BGT	Date Reported:	12-01-11
Client'	XTO	Project #:	98031-0528

Parameter	Concentration (ug/Kg)	Limit (ug/Kg)	
Benzene	ND	0.9	
Toluene	ND	1.0	
Ethylbenzene	1.2	1.0	
p,m-Xylene	2.2	1.2	
o-Xylene	3.1	0.9	
Total BTEX	6.5		

ND - Parameter not detected at the stated detection limit

Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	105 %
	1,4-difluorobenzene	102 %
	Bromochlorobenzene	84:6 %

References.

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996

Comments:

Federal Gas com H #1E



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client [*]	N/A		Project#		N/A
Sample ID.	1201BBLK QA/QC	:	Date Reported:		12-01-11
Laboratory Number:	60476		Date Sampled:		N/A
Sample Matrix:	Soil		Date Received:		N/A
Preservative·	N/A		Date Analyzed:		12-01-11
Condition:	N/Ą		Analysis:		BTEX
			Dilution:		10
Calibration; and	A VIII CALRE	C:CallRF:	%Diff\$\$\text{\$\exitil{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\exitil{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\exitil{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\exitil{\$\text{\$\text{\$\text{\$\exitil{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$\text{\$	Blank	# Li Detect No. 14
Detection Limits (ug/L)			nge 0:-15%, ****.	the matter of the matter of the second of th	Limit Co
Manager Commission of the Comm		The state of the s			34-17-68-19
Benzene	2.1763E+007	2.1807E+007	0.2%	ND	0.1
Toluene	2 2400E+007	2 2445E+007	0.2%	ND	0.1
Ethylbenzene	1.9814E+007	1 9853E+007	0.2%	ND	0.1
p,m-Xylene	5 0783E+007	5.0885E+007	0.2%	ND	0.1
o-Xylene	1 8692E+007	1 8730E+007	0.2%	ND	0.1

Duplicate,Conc. (ug/Kg)	Sample Du	plicate	%Diff.	Accept Range	Detect Limit
Benzene	ND	ND	0.0%	0 - 30%	0.9
Toluene	1.4	1.5	7.1%	0 - 30%	1.0
Ethylbenzene	1.7	1.6	5.9%	0 - 30%	1.0
p,m-Xylene	3.1	3.1	0.0%	0 - 30%	1.2
o-Xylene	3.5	3.5	0.0%	0 - 30%	0.9

Spike(Conc!(ug/Kg)). Sample Sample Amount Spiked Spiked Sample Recovery. Accept Range					
Benzene	ND	500	497	99.3%	39 - 150
Toluene	1.4	500	486	97.0%	46 - 148
Ethylbenzene	1.7	500	493	98.2%	32 - 160
p,m-Xylene	3.1	1000	986	98.3%	46 - 148
o-Xylene	3.5	500	497	98.8%	46 - 148

ND - Parameter not detected at the stated detection limit.

Dilution. Spike and spiked sample concentration represent a dilution proportional to sample dilution.

References

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996

Comments:

QA/QC for Samples 60476-60477

Analyst/

Review



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:	XTO	Project #:	98031-0528
Sample ID:	BGT	Date Reported:	12-01-11
Laboratory Number:	60477	Date Sampled:	11-30-11
Chain of Custody No:	14031	Date Received:	11-30-11
Sample Matrix:	Soil	Date Extracted:	12-01-11
Preservative:	Cool	Date Analyzed.	12-01-11
Condition:	Intact	Analysis Needed:	TPH-418.1

		Det.
	Concentration	Limit
Parameter	(mg/kg)	(mg/kg)

Total Petroleum Hydrocarbons

245

18.2

ND = Parameter not detected at the stated detection limit

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water

and Waste, USEPA Storet No. 4551, 1978.

Comments:

Federal Gas Com H #1E

5796 US Highway 64 Farmington NM 8740

Ph (505) 632-0645_F/ (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc.com



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS QUALITY ASSURANCE REPORT

Client:

QA/QC

Project #:

N/A

Sample ID:

QA/QC

Date Reported:

12-02-11

Laboratory Number:

12-02-TPH.QA/QC

11-30-11

Date Sampled:

N/A

Sample Matrix:

Freon-113

Date Analyzed: .Date Extracted: 11-30-11 11-30-11

Preservative: Condition:

N/A N/A

Analysis Needed:

TPH

Calibration I-Cal Date C-Cal Date

11-16-11

1,760

1,590

9.6%

C-Cal RF: : % Difference Accept Range ***/- 10%**

Blank Conc. (mg/Kg)

Concentration

Detection Limit

TPH

ND

21.0

Duplicate Conc. (mg/Kg)

Sample Duplicate "W Difference ... Accept .. Range

TPH

TPH

245

252

2.9%

+/- 30%

Spike Conc. (mg/Kg)

Sample 245

Spike Added. Spike Result % Recovery. Accept Range 2,000

2,100

93.5%

80 - 120%

ND = Parameter not detected at the stated detection limit.

References:

Method 418:1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water

and Waste, USEPA Storet No. 4551, 1978.

Comments:

QA/QC for Samples 60477



Chloride

Client:	XTO	Project #:	98031-0528
Sample ID [.]	BGT	Date Reported:	12-02-11
Lab ID#:	60477	Date Sampled:	11-30-11
Sample Matrix:	Soil	Date Received:	11-30-11
Preservative:	Cool	Date Analyzed:	12-01-11
Condition [.]	Intact	Chain of Custody:	14031

Parameter	Concentration (mg/Kg)

Total Chloride ND

Reference:

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments:

Federal Gas Com H #1E

5796 US Highway 64, Farmington, NM 87401

Ph (505) 632=0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc com

14031

CHAIN OF CUSTODY RECORD

Client: Project Name / Location: FEDERAL GAS COM F									ANALYSIS / PARAMETERS]					
Email results to: SAMES MCDANIE	IRCHA		10			015)	8021)	3260)												1			
Client Phone No.: Client No.:					1-0598				TPH (Method 8015)	BTEX (Method 8021)	VOC (Method 8260)	RCRA 8 Metals	Cation / Anion		TCLP with H/P	CO Table 910-1	118.1)	RIDE				Sample Intact	
Sample No./ Identification	ample No./ Identification Sample Sam Date Tir			No./Volume of Containers		Preservative		TPH (I	втех	BTEX VOC (I	RCRA	Cation	SG.	TCLP,	CO Tal		CHLORIDE			i i	Sampl		
BEH	11-30-4	1200	60477	2/	462			3, L	J	V							w	/			1	1	1
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Relinquished by: (Signature)						Recei	ved b	y: (Si	ignati	re)					,)					
Sample Matrix Soil Solid Sludge	Aqueous 🗌	Other []							_								1	1				
Sample(s) dropped off after	hours to sec	cure drop	off area.	<u></u> 多ε	P N V	irc	ot	ec	:h		(k	7	 رکز	H	_		.4	and a second	,	ļ	<u> </u>		
5795 US Highway 64	4 • Farmingto	on, NM 874	01 • 505-632-0615 • T							•	¥	0, 00	2 813	01 • [aboro	afory	@env	iroted	:h-inc.	com			



James McDaniel /FAR/CTOC 12/03/2011 11 50 AM To brandon powell@state.nm.us

CC

bcc

Subject BGT Closure Federal Gas COM H #1E

Brandon,

Please accept this email as the required closure notification for BGT closure activities at the Federal Gas COM H #1E (api # 30-045-26122) located in Unit G, Section 31, Township 30N, Range 12W, San Juan County, New Mexico. This below grade tank is being closed due to facility upgrades. Thank you for your time in regards to this matter.



James McDaniel, CHMM #1567.6
EH&S Supervisor
XTO Energy, Inc.
office#505-333-3701
ceil#505-787-0519
James_Mcdanle@xtoenergy.com



December 5, 2011

John Wilburn Miller Trust P O Box 416 Farmington, New Mexico 87499

Re: Federal Gas COM H #1E – API #30-045-26122

Section 31, Township 30N, Range 12W, San Juan County, New Mexico

Dear John Wilburn Miller Trust,

This submittal is pursuant to Rule 19.15.17.13 requiring operators to notify surface owners of the closure of a below grade tank pit. XTO Energy, Inc. (XTO) is hereby providing written documentation of our proposal to close the below grade tank pit associated with the above mentioned well site by excavation and removal.

Should you have questions or require additional information, please feel free to contact me at your convenience at (505) 333-3701. Thank you for your time in regards to this matter.

Respectfully Submitted,

James McDaniel, CHMM #15676

EH&S Supervisor XTO Energy, Inc. San Juan Division

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVE	RY .
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature B. Received by Printed Name) C. D. is delivery address different from item 1	Agent Addressee Date of Delivery Yes
John Wiburn Miller	If YES, enter delivery address below	No No
PO Box 416	3 Service Type	
PO Bof 416 Farmington NM 87449	☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt ☐ Insured Mail ☐ C O.D.	for Merchandise
87449	4. Restricted Delivery? (Extra Fee)	☐ Yes
2 Article Number 7010 1870 (Transfer from service label)	0003-3184-0645-17-7	
PS Form 3811, February 2004 S Domestic Reti	urn Receipt	102595-02-M-1540



XTO Energy, Inc. Federal Gas COM H #1E Section 31, Township 30N, Range 12W

Closure Date: 12/7/2011

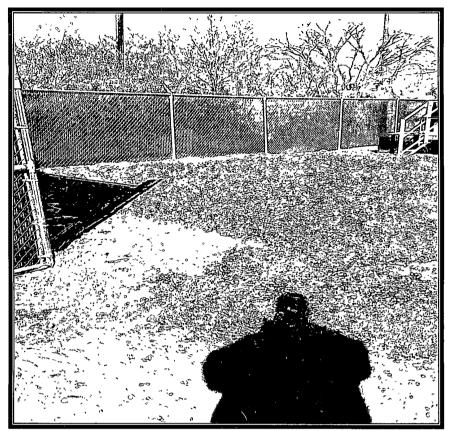


Photo 1: Federal Gas COM H #1E after Backfill (View 1)

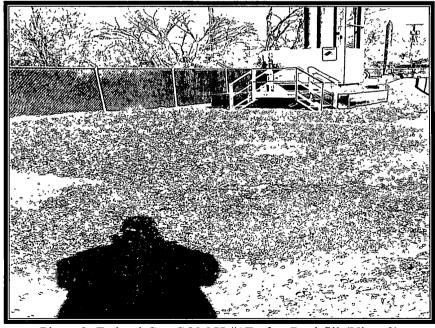


Photo 2: Federal Gas COM H #1E after Backfill (View 2)



Well Below Tank Inspection Report

RouteName		StopName		Pumper	Foreman	WellName		APIWellNumbe	Section	Range	Township		
FAR NM Run 86		FEDERAL (GAS COM H	(Unoste, Eric	Durham, Ken	FEDERAL GC H 001E			3004526122	31	12W	30N	
InspectorName	Inspection Date	Inspection Time	Visible LinerTears	VisibleTankLeak Overflow	Collection OfSurfaceRun	Visible LayerOil	Visible Leak	Freeboard EstFT	PitLocation	PitType	Notes		
jerry nelson	09/09/2008	01 15	No	No	No	No	No	3					
jerry nelson	10/13/2008	01 30	No	No	No	No	No	3	Well Water Pit	Below Ground			
jerry nelson	11/09/2008	08 20	No	No	No	No	No	3	Well Water Pit	Below Ground			
jerry nelson	12/03/2008	11 15	No	No	No	No	No	2	Well Water Pit	Below Ground			
jerry nelson	02/03/2009	07 40	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	04/14/2009	07 40	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	03/13/2010	02 06	No	No	No	No	No	2	Well Water Pit	Below Ground			•
EAU	08/16/2010	01 54	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	09/22/2010	09 51	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	11/26/2010	10 43	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	04/11/2011	10 51	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	07/13/2011	01 24	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	08/03/2011	08 31	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	09/26/2011	10 13	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	10/04/2011	10 49	No	No	No	No	No	2	Well Water Pit	Below Ground			
EAU	11/02/2011	11 59	No	No	No	No	No	2	Well Water Pit	Below Ground			