' <u>Il strict I</u> 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.

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

Form C-144

District IV	Dr , Santa Fe, NM 87505	San	ita Fe, NM	87303	Envir	onmental Bure	au office and prov D District Office	ride a copy to the
1	<u>Pro</u> p	Pit, Closed-Loo posed Alternative					olication	
30°	Type of action	Permit of a pit, clo	sed-loop syst	em, below-gra	de tank, or	proposed a	Iternative meth	nod
•		X Closure of a pit, cl	osed-loop sy:	stem, below-gr	ade tank, o	r proposed	alternative me	thod
		Modification to an	existing perr	nit				
		Closure plan only sbelow-grade tank,				non-permitt	ed pit, closed-	loop system,
Instructions	: Please submit one	application (Form C-14	1) per individ	lual pit, closed	l-loop syste	em, below-g	rade tank or o	alternative request
		of this request does not relieve th	-		_		=	
enviror	nment Nor does approval re	lieve the operator of its responsi	ality to comply v	with any other appl	cable governn	nental authority	s rules, regulations	or ordinances
Operator Bur	lington Resources (	oil & Gas Company, LP	,		OGR	ID#. <u>145</u>	38	
Address. PO	Box 4289, Farming	on, NM 87499						
Facility or well	name. Huerfano U	nit 557						
API Number		30-045-34681		OCD Permit N	umber _			
U/L or Qtr/Qtr	O(SW/SE) Sect	ion: <u>35</u> Township	o. 26N	Range:	9W	County	San Juan	
Center of Propo	osed Design Latitud	e <b>36.439702</b>	°N	Longitude.	107.	754992	°W NAD	1927 <b>X</b> 1983
Surface Owner:	: X Federal	State Pt	rivate Tr	ribal Trust or I	ndian Allo	ment		
2								
Pit: Subs	section F or G of 19 15	7 11 NMAC					PΛ	:VD DEC 29 '1
Temporary	Drilling We	orkover						
Permanent	Emergency	Cavitation P&A					U	IL COMS. DIV
Lined	Unlined	Liner type Thickness	mıl	LLDPE	HDPE	PVC	Other	DIST. 3
String-Rein	nforced				_			
Liner Seams	Welded	Factory Other		Volume	bbl	Dimension	s Lx W	x Dx
3								

X Closed-loop System: Subsection H of 19 15 17 11 NMAC
Type of Operation X 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 X Above Ground Steel Tanks Haul-off Bins Other  Lined Unlined Liner type Thickness mil LLDPE HDPE PVD Other
Liner Seams Welded Factory Other
4 Below-grade tank: Subsection I of 19 15 17 11 NMAC
Volumebbl Type of fluid
Tank Construction material
Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
Visible sidewalls and liner Visible sidewalls only Other
Liner Type Thicknessmil HDPE PVC Other

**Alternative Method:** 

Submittal of an exception request is required Exceptions must be submitted to the Santa Fè 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, instance of the light, four strands of barbed wire evenly spaced between one and four feet  Alternate Please specify	titution or chui	rch)
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", 7" 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 - 1WATERS 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 (cortification) of the proposed site. A grad photo. Setallite image.	□NA	
- Visual inspection (certification) of the proposed site, Aerial photo, Satellite image  Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	Yes	No
(Applied to permanent pits)  - Visual inspection (certification) of the proposed site, Aerial photo, Satellite image	∐NA	
Within 500 horizonal 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.	Yes	No
- NM Office of the State Engineer - 1WATERS 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	Yes	No
<ul> <li>Written confirmation or verification from the municipality, Written approval obtained from the municipality</li> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map, Topographic map, Visual inspection (certification) of the proposed site</li> </ul>	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	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  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
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19 15 17 9 NMAC  Instructions Lack 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 (I) 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 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
Closure Fian - based upon the appropriate requirements of Subsection C of 19 13 17 9 NiviAC and 19 13 17 13 NiviAC
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 Removal (Closed-loop systems only)
On-site Closure Method (only for temporary pits and closed-loop systems)
☐ In-place Burial ☐ On-site Trench
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
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 Steel Tanks or Haul-off Bins Only: (19 15 17 13 D Instructions Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings Use attachment if more facilities are required					
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 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 requirements of Subsection H of 19 15 17  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	7 13 NMAC				
17					
Siting Criteria (Regarding on-site closure methods only: 19 15 17 10 NMAC Instructions Lach siting criteria requires a demonstration of compliance in the closure plan Recommendations of acceptable source material are certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be st office for consideration of approval Justifications and/or demonstrations of equivalency are required Please refer to 19 15 17 10 NMAC for guidence.	ubmitted to the Santa Fe Environmental Bureau				
Ground water is less than 50 feet below the bottom of the buried waste	Yes No				
- NM Office of the State Engineer - IWATERS database search, USGS Data obtained from nearby wells	∐N/A				
Ground water is between 50 and 100 feet below the bottom of the buried waste	Yes No				
- NM Office of the State Engineer - 1WATERS database search, USGS, Data obtained from nearby wells	N/A				
Ground water is more than 100 feet below the bottom of the buried waste	Yes No				
- NM Office of the State Engineer - 1WATERS database search, USGS, Data obtained from nearby wells					
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lak (measured from the ordinary high-water mark)	re Yes No				
- Topographic map, Visual inspection (certification) of the proposed site					
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application  - Visual inspection (certification) of the proposed site, Aerial photo, satellite image	Yes No				
risual hispection (continuation) of the proposed site, richal photo, satellite hinage	☐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 water purposes, or within 1000 horizontal fee of any other fresh water well or spring, in existence at the time of the initial application - NM Office of the State Engineer - iWATERS database, 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 adop pursuant to NMSA 1978, Section 3-27-3, as amended  - Written confirmation or verification from the municipality, Written approval obtained from the municipality	tted Yes No				
Within 500 feet of a wetland	☐Yes ☐No				
- US Fish and Wildlife Wetland Identification map, Topographic map, Visual inspection (certification) of the proposed site					
Within the area overlying a subsurface mine	Yes No				
- Written confiramtion or verification or map from the NM EMNRD-Mining and Mineral Division					
Within an unstable area	∐Yes ∐No				
<ul> <li>- Engineering measures incorporated into the design, NM Bureau of Geology &amp; Mineral Resources, USGS, NM Geological Society,</li> <li>Topographic map</li> </ul>					
Within a 100-year floodplain - FEMA map	Yes No				
18	1				
On-Site Closure Plan Checklist: (19 15 17 13 NMAC) Instructions: Each of the following items must bee attached to by a check mark in the box, that the documents are attached.	the closure plan. Please indicate,				
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 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 11 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 sta	andards cannot be achieved)				
Soil Cover Design - 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					

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19 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
20 OCD Approval: Permit Application (including clasure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature:  Approval Date: 1/04/2012  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: 6/17/2010
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
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  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
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
25
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.
Name (Print) CRYSTAL TAFOYA, Title STAFF REGULATORY TECHNICIAN
Signature Date 12/28/2011
e-mail address crystal tafoya@conocophillios.com Telephone (505) 326-9837