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 Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Department
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.

Pit, Closed-Loop System, Below-Grade Tank, or							
Proposed Alternative Method Permit or Closure Plan Application							
Type of action:       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 nvironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.							
I.     Operator:     WPX Energy Production, LLC     OGRID #:     120782							
Address:         PO Box 640 / 721 S Main         Aztec, NM 87410							
Facility or well name:CHACO 2307-12E #168H (FKA_Lybrook 23-7-12 #101H)							
API Number:        30-039-31173         OCD Permit Number:							
U/L or Qtr/Qtr <u>E</u> Section <u>12</u> Township <u>23N</u> Range <u>7W</u> County: <u>San Juan</u>							
Center of Proposed Design: Latitude <u>36.24283</u> Longitude <u>-107.53521</u> NAD: 1927 🛛 1983							
Surface Owner: 🖾 Federal 🔲 State 💭 Private 💭 Tribal Trust or Indian Allotment							
2.							
Permanent Emergency Cavitation P&A							
□ Permanent □ Emergency □ Cavitation □ P&A UIL CUNS. DIV. □ A UIL CUNS. DIV. □ A UIL CUNS. DIV. □ A DIST. 3							
<ul> <li>□ Permanent □ Emergency □ Cavitation □ P&amp;A</li> <li>□ Líned □ Unlined Liner type: Thickness 20 mil □ LLDPE □ HDPE □ PVC □ Other DIST. 3</li> <li>□ String-Reinforced</li> </ul>							
□ Permanent □ Emergency □ Cavitation □ P&A UIL CUNS. DIV. □ A UIL CUNS. DIV. □ A UIL CUNS. DIV. □ A DIST. 3							
<ul> <li>□ Permanent □ Emergency □ Cavitation □ P&amp;A</li> <li>□ Líned □ Unlined Liner type: Thickness 20 mil □ LLDPE □ HDPE □ PVC □ Other DIST. 3</li> <li>□ String-Reinforced</li> </ul>							
□ Permanent □ Emergency □ Cavitation □ P&A       UIL CUNS. DIV.         □ Líned □ Unlined Liner type: Thickness 20 mil □ LLDPE □ HDPE □ PVC □ Other DIST. 3       DIST. 3         □ String-Reinforced       Liner Seams: □ Welded □ Factory □ Other Volume: 9,000 bbl Dimensions: L 50' x W 70' x D 15'         3.							
□ Permanent □ Emergency □ Cavitation □ P&A       □ Unlined Liner type: Thickness _ 20 _ mil □ LLDPE □ HDPE □ PVC □ Other DIST. 3_         □ String-Reinforced         Liner Seams: □ Welded □ Factory □ Other Volume: 9,000_bbl Dimensions: L 50' x W 70' x D 15'         3.         □ Closed-loop System:       Subsection H of 19.15.17.11 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							
□ Permanent □ Emergency □ Cavitation □ P&A       □ DIST. 3         □ Líned □ Unlined Liner type: Thickness20mil □ LLDPE □ HDPE □ PVC □ OtherDIST. 3         □ String-Reinforced         Liner Seams: □ Welded □ Factory □ OtherVolume: 9,000 bbl Dimensions: L 50' x W 70' x D 15'         3.         □ Closed-loop System: Subsection H of 19.15.17.11 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							
□ Permanent □ Emergency □ Cavitation □ P&A       □ Unlined Liner type: Thickness _ 20 _ mil □ LLDPE □ HDPE □ PVC □ Other DIST. 3_         □ String-Reinforced         Liner Seams: □ Welded □ Factory □ Other Volume: 9,000_bbl Dimensions: L 50' x W 70' x D 15'         3.         □ Closed-loop System:       Subsection H of 19.15.17.11 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							
□ Permanent □ Emergency □ Cavitation □ P&A       □ DIST. 3         □ Líned □ Unlined Liner type: Thickness20mil □ LLDPE □ HDPE □ PVC □ OtherDIST. 3         □ String-Reinforced         Liner Seams: □ Welded □ Factory □ OtherVolume: 9,000 bbl Dimensions: L 50' x W 70' x D 15'         3.         □ Closed-loop System: Subsection H of 19.15.17.11 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							
□       Permanent □       Emergency □       Cavitation □       P&A         □       Lined □       Unlined Liner type: Thickness _ 20 _ mil □       LLDPE □       PVC □       Other       DIST. 3         □       String-Reinforced         Liner Seams: □       Welded □       Factory □       Other       Volume: 9,000_bbl       Dimensions: L 50' x W 70' x D 15'         3.       □       Closed-loop System:       Subsection H of 19.15.17.11 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							
Permanent      Emergency      Cavitation      P&A     Unlined Liner type: Thickness      20 mil      LLDPE      HDPE      PVC      Other      DIST. 3     String-Reinforced     Liner Seams:      Welded      Factory      Other      Volume:      9,000 bbl Dimensions:      L      50' x W 70' x D 15'      Closed-loop System:      Subsection H of 19.15.17.11 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      Liner Seams:      Welded      Factory      Other      Inter      Liner Seams:      Welded      Factory      Other      Inter      Drying Pad      Duber      District      District							
□       Permanent □       Emergency □       Cavitation □       P&A         □       Lined □       Unlined Liner type: Thickness _ 20mil □       LLDPE □       PVC □       OtherDIST.3         □       String-Reinforced       Liner Seams: □       Welded □       Factory □       OtherOtherDIST.3         3.       □       Closed-loop System: Subsection H of 19.15.17.11 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							
□ Permanent □ Emergency □ Cavitation □ P&A       UIL CONS. DIV.         □ Lined □ Unlined Liner type: Thickness _ 20 _ mil □ LLDPE □ HDPE □ PVC □ Other							
□       Permanent □       Emergency □       Cavitation □       P&A         □       Lined □       Unlined Liner type: Thickness _ 20mil □       LLDPE □       PVC □       OtherDIST.3         □       String-Reinforced       Liner Seams: □       Welded □       Factory □       OtherOtherDIST.3         3.       □       Closed-loop System: Subsection H of 19.15.17.11 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							

# **Alternative Method**:

6.

10

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, hospital, institution or church)

Four foot height, four strands of barbed wire evenly spaced between one and four feet

Alternate. Please specify <u>As per BLM specifications</u>

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

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 office for consideration of approval.

Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

#### 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.

<ul> <li>Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.</li> <li>NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells</li> </ul>	📋 Yes 🖾 No
<ul> <li>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).</li> <li>Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	🗌 Yes 🛛 No
<ul> <li>Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>(Applies to temporary, emergency, or cavitation pits and below-grade tanks)</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>	☐ Yes ⊠ No ☐ NA
<ul> <li>Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (<i>Applies to permanent pits</i>)</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>	☐ Yes ☐ No ⊠ NA
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 search; Visual inspection (certification) of the proposed site	🗌 Yes 🛛 No
<ul> <li>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.</li> <li>Written confirmation or verification from the municipality; Written approval obtained from the municipality</li> </ul>	🗌 Yes 🖾 No
<ul> <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
<ul> <li>Within the area overlying a subsurface mine.</li> <li>Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division</li> </ul>	🗌 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 Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the do attached.	
<ul> <li>Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC</li> <li>Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9</li> <li>Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC</li> <li>Design Plan - based upon the appropriate requirements of 19.15.17.12 NMAC</li> <li>Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC</li> <li>Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 and 19.15.17.13 NMAC</li> </ul>	
Previously Approved Design (attach copy of design) API Number: or Permit Number:	• 
<ul> <li><sup>12.</sup></li> <li><u>Closed-loop Systems Permit Application Attachment Checklist</u>: Subsection B of 19.15.17.9 NMAC</li> <li><i>Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the do attached.</i></li> <li>Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19. Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NM</li> <li>Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC</li> <li>Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 1 and 19.15.17.13 NMAC</li> </ul>	15.17.9 IAC
Previously Approved Design (attach copy of design) API Number:	
Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop sy	stem 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 da 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         Quality Control/Quality Assurance Construction and Installation Plan         Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.11 NMAC         Hydrogeord Response Plan         Oil Field Waste Stream Characterization         Monitoring and Inspection Plan         Errosion Control Plan         Closure Plan - based upon the appropriate requirements of 19.15.17.9 NMAC and 19.15.17.13 NMAC	cuments are
<u>Proposed Closure</u> : 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.	
Type: Drilling Drikover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop S	ystem
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 con	nsideration)

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 I of 19.15.17.13 NMAC							
<sup>16.</sup> Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.D NMAC) Instructions: Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.							
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 <i>will not</i> 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 Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC							
<ul> <li>Re-vegetation Plan - based upon the appropriate requirements of Subsection</li> <li>Site Reclamation Plan - based upon the appropriate requirements of Subsect</li> </ul>	1 of 19.15.17.13 NMAC						
<sup>17.</sup> 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 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. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.							
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Dat	a obtained from nearby wells	□ Yes ⊠ No □ NA					
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; Dat	a 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; Dat	a obtained from nearby wells	⊠ Yes □ No □ NA					
<ul> <li>Within 300 feet of a continuously flowing watercourse, or 200 feet of any other signake (measured from the ordinary high-water mark).</li> <li>Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	nificant watercourse or lakebed, sinkhole, or playa	🗌 Yes 🛛 No					
Within 300 feet from a permanent residence, school, hospital, institution, or church - Visual inspection (certification) of the proposed site; Aerial photo; Satellit		🗌 Yes 🛛 No					
Within 500 horizontal feet of a private, domestic fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or s - NM Office of the State Engineer - iWATERS database; Visual inspection	spring, in existence at the time of initial application.	🗌 Yes 🛛 No					
Within incorporated municipal boundaries or within a defined municipal fresh wat adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approv		🗌 Yes 🛛 No					
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visu		🗌 Yes 🛛 No					
<ul> <li>Within the area overlying a subsurface mine.</li> <li>Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division</li> </ul>							
<ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geolog Society; Topographic map</li> </ul>	y & Mineral Resources; USGS; NM Geological	🗌 Yes 🛛 No					
Within a 100-year floodplain. - FEMA map		🗌 Yes 🛛 No					

<ul> <li>Is.</li> <li>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 check mark in the box, that the documents are attached.</li> <li>Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC</li> <li>Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC</li> <li>Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>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</li> <li>Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC</li> <li>Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC</li> <li>Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC</li> <li>Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC</li> <li>Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC</li> <li>Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC</li> <li>Soil Cover Design - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC</li> <li>Site Reclamation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC</li> <li>Site Reclamation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC</li> </ul>
<ul> <li><u>Operator Application Certification</u>:</li> <li>I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.</li> </ul>
Name (Print): Ben Mitchell Title: Regulatory Specialist
Signature: TE 1975 Date: 5/14/2013
e-mail address: ben.mitchell@wpxenergy.com Telephone:505-333-1806
20. OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)
OCD Representative Signature: Kully Approval Date: 5/16/2013
Title: Compliance Officer O OCD Permit Number:
21. <u>Closure Report (required within 60 days of closure completion)</u> : 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. Closure Completion Date:
<ul> <li>22.</li> <li>Closure Method:</li> <li>Waste Excavation and Removal On-Site Closure Method Alternative Closure Method Waste Removal (Closed-loop systems only)</li> <li>If different from approved plan, please explain.</li> </ul>
23. <u>Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:</u> Instructions: Please indentify 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: Disposal Facility Permit Number:
Disposal Facility Name: Disposal Facility Permit Number:
Were the closed-loop system operations and associated activities performed on or in areas that <i>will not</i> be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) 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
<ul> <li>24.</li> <li>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.</li> <li>Proof of Closure Notice (surface owner and division)</li> <li>Proof of Deed Notice (required for on-site closure)</li> <li>Plot Plan (for on-site closures and temporary pits)</li> </ul>

CHACO 2307-12E #168H

# **Operator Closure Certification:**

25.

I hereby certify that the information and attachments submitted with this closure rep I also certify that the closure complies with all applicable closure requirements and o	· · · ·
Name (Print):	Title:
Signature:	Date:
e-mail address:	Telephone:

- District I 1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 475-3462

#### State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

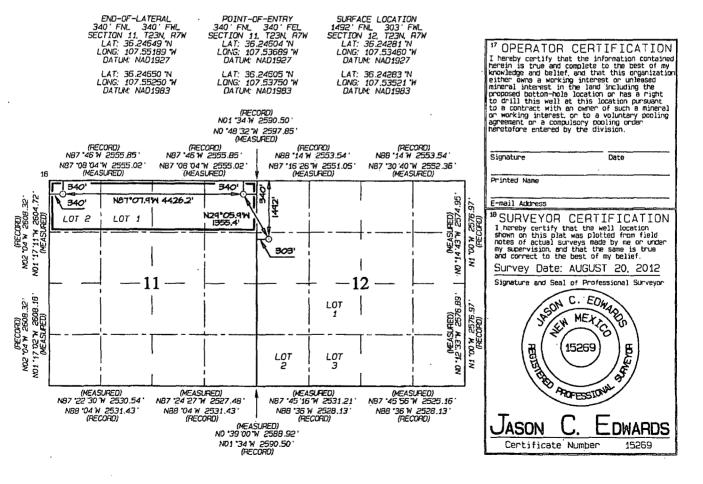
AMENDED REPORT

OIL	CONSE	RVA	ΤΙΟ	N DI	VISION
1220	South Santa				

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

4 <sup>،</sup>	PI Numbe	r		*Pool Cod 42289	1	Pool Name LYBROOK GALLUP						
*Property	roperty Code Property Name					Well Number						
_		LYBROOK 23-7-12						101H				
'OGRID N	'OGRID No. "Operator Name							•E:	levation			
12078	20782 WPX ENERGY PRODUCTION, LLC							7036'				
<sup>10</sup> Surface Location												
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line County				
E	12	23N	7W		1492	NORTH	303	WES	RIO ARRIBA			
<sup>11</sup> Bottom Hole Location If Different From Surface												
UL or lat no.	Section	Township	Range	Lot Ion	Feet from the	North/South line	Feet from the	East/Wes	East/West line			
D	11	23N	7W	2	340	NORTH	340	WEST		RIÓ ARRIBA		
<sup>12</sup> Dedicated Acres 156.09 Acres N/2 N/2 - Section 11					<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Coda	<sup>15</sup> Order No.					

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



### WPX EnergyProduction Co., LLC San Juan Basin: New Mexico Assets Temporary Pit Drilling/Completion and Workover

### Type of action & rational

Transfer Drilling Pit to Completion/Workover Pit

- WPX proposes to utilize the same pit built to drill the well for the subsequent workover/completion activities noted in the well APD and necessary to bring the subject well into optimum production. Utilization of the same pit will minimize environmental impacts and waste of resources (i.e. waste of fuel and associated greenhouse emissions, surface disturbance ...).
- Workover Rig to be mobilized within six months of Drilling Rig demobilized.

Transfer Drilling Pit from \_\_\_\_\_\_to \_\_\_\_\_to \_\_\_\_\_to

(well name)

- As required by the Surface Owner and/or Surface Managing Agency (e.g. BLM, USFS, Tribal), WPX is being required to utilize the same well pad for multiple new wells. In these cases, WPX proposes to utilize the same pit for all the new wells to be drilled. Utilization of the same pit will minimize environmental impacts and waste of resources (i.e. waste of fuel and associated greenhouse emissions, surface disturbance ...). WPX has permitted the common pit for each well, and requests permission to transfer the pit since the first well has been drilled and completed.
- Pit to be considered closed for first well named.
- Drill Rig to be rig-up within six months of former rig demobilized.

Extension for three months to meet closure/cover requirements in Rule 19.15.17.13.A(6)

- As required by the Surface Owner and/or Surface Managing Agency (e.g. BLM, USFS, Tribal), WPX cannot conduct construction or similar activities during Seasonal Closures and therefore cannot meet the closure requirements specified in the referenced rule. Closure will be scheduled and initiated as soon as the Seasonal Closure is lifted.
- \_\_\_\_\_needed due to Surface Owner restriction and limitation. (revised closure date)

#### Transfer Plan

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In accordance with Rule 19.15.17 NMAC, this Modification/Transfer (M/T) Plan describes the modifications to the Design and Construction (D&C), Operations and Maintenance (O&M) and Closure Plans for the transfer of a previously permitted Temporary Pit on a WPX Production, LLC location in the San Juan Basin of New Mexico.

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### **D&C Plan:**

• No proposed changes. WPX will comply with the original Design Plan. This will include ensuring that the original design of the pit is large enough to accommodate all of the fluids and solids.

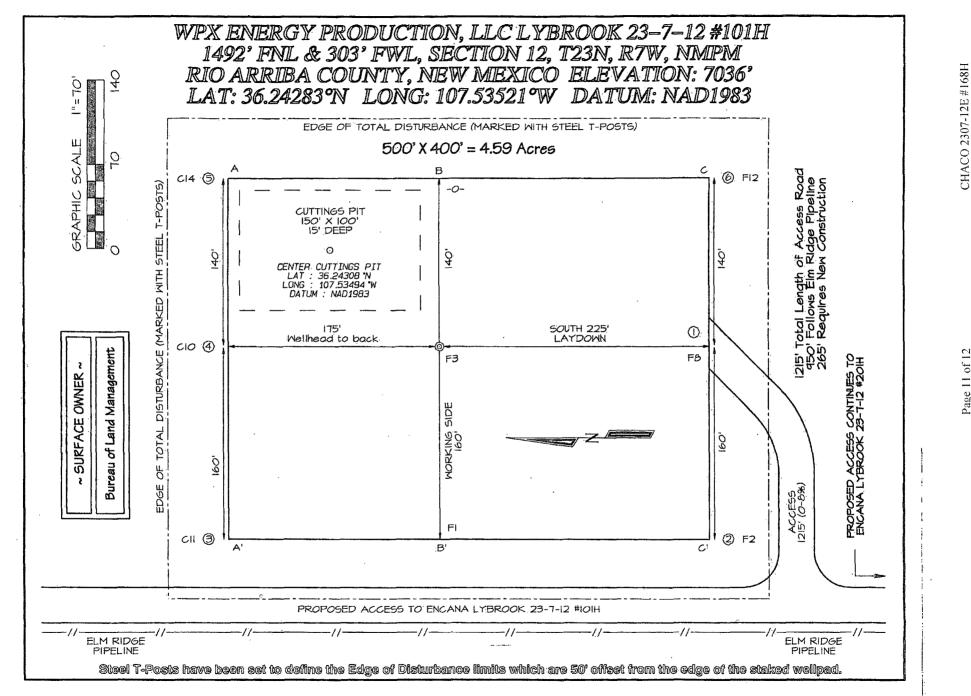
## O&M Plan:

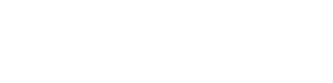
- The pit is to be considered out-of-service for the purpose of drilling the referenced well.
- The pit status will be considered in-service during this transition to and during the scheduled workover/completion activities.
- Pit inspections during the period between drill-rigdown and workover/completion-rigup will be weekly.
- The fluid will be removed within 30 days after the completion of each process.
- WPX will conduct an inspection and take photo documentation no more than seven days prior to the pit being placed back into use.
- WPX will notify NMOCD district office 7-14 days prior to start of each process.
- If any mud and solids require removal to ensure the two-foot freeboard is maintained, it will be removed by use of a Supersucker® (or similar equipment that will not damage the liner) and disposed of offsite at Envirotech (Permit Number NM-01-0011).
- WPX will sample the contents of the pit after each process is completed for Benzene, BTEX, and TPH (only required for a pit used for multiple wells).
- No other modifications or changes to the operation and maintenance of the pit will take place.

### Closure Plan:

- Due to the use of the pit for multiple processes the confirmation sampling will occur only after the contents have been stabilized to ensure a representative sample (only required for a pit used for multiple wells).
- WPX will submit the photo documentation and testing stated above with the C-144 closure.
- All APD #s and well names will be placed on the C-144 form when the closure form is filed.
- No additional proposed changes except as noted above, WPX will comply with the rest of the original Closure Plan.

WPX realizes this does not relieve them of any of the requirements of 19.15.17 NMAC.





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