District I . 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., 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

Revised June 6, 2013

Form C-144

For temporary pits, below-grade tanks, and multi-well fluid management pits, submit to the appropriate NMOCD District Office.

For permanent pits submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

Pit, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application Type of action: Relay grade tank registration
Type of action: Below grade tank registration Permit of a pit or proposed alternative method Closure of a pit, below-grade tank, or proposed alternative method Modification to an existing permit/or registration Closure plan only submitted for an existing permitted or non-permitted pit, below-grade tank, or proposed alternative method
Instructions: Please submit one application (Form C-144) per individual pit, 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: BP America Production Company OGRID #:778
Address:200 Energy Court, Farmington, NM 87401
Facility or well name:Gallegos Canyon Unit 204E
API Number:3004525262OCD Permit Number:
U/L or Qtr/QtrI Section34 Township28N Range12W County:San Juan
Center of Proposed Design: Latitude36.61617 Longitude108.09154 NAD: □1927 ☑ 1983 Surface Owner: ☑ Federal □ State □ Private □ Tribal Trust or Indian Allotment
Pit: Subsection F, G or J of 19.15.17.11 NMAC Temporary: Drilling Workover Permanent Emergency Cavitation P&A Multi-Well Fluid Management Low Chloride Drilling Fluid yes no Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other String-Reinforced
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D
Below-grade tank: Subsection I of 19.15.17.11 NMAC Tank B Volume:95.0bbl 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 ☑ Other _Double walled/double bottomed; side walls not visible
Alternative Method:

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, institution or church)	hospital,
Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate. Please specify	
6.	
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)	
7	
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 19.15.16.8 NMAC	
8. Variances 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: Variance(s): Requests must be submitted to the appropriate division district for consideration of approval.	
Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	
9.	
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 acceptance.	ntahle source
material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	ondore source
General siting	
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - □ NM Office of the State Engineer - iWATERS database search; □ USGS; □ Data obtained from nearby wells	Yes No
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit.	☐ Yes ☐ No ☐ NA
NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	
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. (Does not apply to below grade tanks)	☐ Yes ☐ No
- Written confirmation or verification from the municipality; Written approval obtained from the municipality	
Within the area overlying a subsurface mine. (Does not apply to below grade tanks) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
Within an unstable area. (Does not apply to below grade tanks)	
 Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☐ No
Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map	☐ Yes ☐ No
Below Grade Tanks	
Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured	☐ Yes ☐ No
from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	
	□ v□ v-
 Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site 	☐ Yes ☐ No
Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter)	
Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole,	
or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.) - Topographic map; Visual inspection (certification) of the proposed site	Yes No

Within 200 fact from a accumind normanant residence, calcol, beauty, institution, or abundo in avistance at the time of initial	□ Vaa□ Na									
Within 300 feet from a occupied 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									
Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet 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 search; Visual inspection (certification) of the proposed site	Yes No									
Within 100 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No									
Temporary Pit Non-low chloride drilling fluid										
Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). Topographic map; Visual inspection (certification) of the proposed site										
- Topographic map, visual hispection (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. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No									
Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application; NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No									
Within 300 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No									
Permanent Pit or Multi-Well Fluid Management Pit										
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 (certification) of the proposed site	☐ Yes ☐ No									
Within 1000 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									
Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, 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									
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No									
10. Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 N Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the document of the stacked of the following items must be attached to the application.										
inttached. 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										
Previously Approved Design (attach copy of design) API Number: or Permit Number:										
11. Multi-Well Fluid Management Pit 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 docattached.	cuments are									
 □ 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 □ A List of wells with approved application for permit to drill associated with the pit. □ 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 	.15.17.9 NMAC									
Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC										
Previously Approved Design (attach copy of design) API Number: or Permit Number:										

12.	
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the	documents are
attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC	
 ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC ☐ Climatological Factors Assessment ☐ Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC 	
☐ Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Quality Control/Quality Assurance Construction and Installation 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 H ₂ S, 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	
13. 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 Multi-well F Alternative	luid Management Pit
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	
14. 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 C 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 H of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	
is. 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 sout provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. I 19.15.17.10 NMAC for guidance.	
Ground water is less than 25 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 ☐ NA
Ground water is between 25-50 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 ☐ 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
Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant 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. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No
Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, 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
Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; 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	

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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 the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division Within an unstable area.												
 Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 												
Within a 100-year floodplain. FEMA map												
16.												
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 19.15.17.13 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection E of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K 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 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements 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 H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC												
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 beli	ef.											
Name (Print): Title:												
Signature: Date:												
e-mail address: Telephone:												
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: Approval Date: 4/23 Title: OCD Permit Number:	5/2015											
19.												
Closure Report (required within 60 days of closure completion): 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 is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date: 2/17/2015												
20.												
Closure Method: ⊠ Waste Excavation and Removal □ On-Site Closure Method □ Alternative Closure Method □ Waste Removal (Closed-lo□ If different from approved plan, please explain.	op systems only)											
21. Closure Report Attachment Checklist: _Instructions: Each of the following items must be attached to the closure report. Please in 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 for private land only) □ 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	dicate, by a check											

Operator Closure Certification:	•										
I hereby certify that the information and attachments submitted with this closure report is true, 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):Jeff Peace	Title: Field Environmental Coordinator										
Signature: Jeff Posse	Date:April 7, 2015										
e-mail address:peace.jeffrey@bp.com	Telephone:(505) 326-9479										

BP AMERICA PRODUCTION COMPANY

SAN JUAN BASIN, NORTHWEST NEW MEXICO

BELOW-GRADE TANK CLOSURE PLAN

Gallegos Canyon Unit 204E, BGT Tank B (95 bbl) API No. 3004525262 Unit Letter I, Section 34, T28N, R12W

This plan will address the standard protocols and procedures for closure of below-grade tanks (BGTs) on BP America Production Company (BP) well sites. As stipulated in Paragraph A of 19.15.17.13 NMAC, BP shall close a BGT within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the New Mexico Oil Conservation Division (NMOCD) requires because of imminent danger to fresh water, public health, safety or the environment. If deviations from this plan are necessary, any specific changes will be included on form C-144 and approved by the NMOCD. BP shall close an existing BGT 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 retrofit with a BGT that complies with the BP NMOCD approved BGT design attached to the BP Design and Construction Plan. BP shall close an existing BGT that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC, if not previously retrofitted to comply with the BP NMOCD approve BGT Design attached to the BP Design and Construction Plan, prior to any sale or change in operator pursuant to 19.15.9.9 NMAC. BP shall close the permitted BGT within 60 days of cessation of the BGTs operation or as required by the transitional provisions of Subsection B, D, or E of 19.15.17.17 NMAC.

General Closure Plan

- 1. BP shall notify the surface owner by certified mail that it plans to close a BGT. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records demonstrates compliance with this requirement.
 - Notice is attached.
- 2. BP shall notify the division District III office verbally or by other means at least 72 hours, but not more than one (1) week, prior to any closure operation. The notice shall include the operator's name, and the location to be closed by unit letter, section, township and range. If the BGT closure is associated with a particular well, then the notice shall also include the well's name, number and API number.

Notice is attached.

- 3. BP shall remove liquids and sludge from the BGT prior to implementing a closure method and dispose of the liquids and sludge in a NMOCD's division-approved facility. The facilities to be used are:
 - a. BP Crouch Mesa Landfarm, Permit NM-02-003 (Solids)
 - b. JFJ Landfarm, Permit NM-01-010(B) (Solids and Sludge)
 - c. Basin Disposal, Permit NM-01-0005 (Liquids)
 - d. Envirotech Inc Soil Remediation Facility, Permit NM-01-0011 (Solids and Sludge)
 - e. BP Operated E.E. Elliott SWD #1, API 30-045-27799 (Liquids)

- f. BP Operated 13 GCU SWD #1, API 30-045-28601 (Liquids)
- g. BP Operated GCU 259 SWD, API 30-045-20006 (Liquids)
- h. BP Operated GCU 306 SWD, API 30-045-24286 (Liquids)
- i. BP Operated GCU 307 SWD, API 30-045-24248 (Liquids)
- j. BP Operated GCU 328 SWD, API 30-045-24735 (Liquids)
- k. BP Operated Pritchard SWD #1, API 30-045-28351 (Liquids)

All liquids and sludge in the BGT were removed and sent to one of the above NMOCD approved facilities for disposal.

4. BP shall remove the BGT and dispose of it in a NMOCD approved facility or recycle, reuse, or reclaim it in a manner that the NMOCD approves. If a liner is present and must be disposed of it will be cleaned by scraping any soils or other attached materials on the liner to a de minimus amount and disposed at a permitted solid waste facility, pursuant to Subparagraph (m) of Paragraph (1) of Subsection C of 19.15.35.8 NMAC. Documentation as to the final disposition of the removed BGT will be provided in the final closure report.

The BGT was transported to a storage area for sale and re-use.

5. BP shall remove any on-site equipment associated with a BGT unless the equipment is required for well production.

All equipment associated with the BGT has been removed.

6. BP shall test the soils beneath the BGT to determine whether a release has occurred. BP shall collect at a minimum: a five (5) point composite sample and individual grab samples from any area that is wet, discolored or showing other evidence of a release and analyze for BTEX, TPH and chlorides. The testing methods for those constituents are as follows;

Constituents	Testing Method	Release Verification	Sample
	95 bbl BGT, Tank B	(mg/Kg)	results
Benzene	US EPA Method SW-846 8021B or 8260B	0.2	ND
Total BTEX	US EPA Method SW-846 8021B or 8260B	50	ND
TPH	US EPA Method SW-846 418.1	100	ND
Chlorides	US EPA Method 300.0 or 4500B	250 or background	ND

Notes: mg/Kg = milligram per kilogram, BTEX = benzene, toluene, ethylbenzene, and total xylenes, TPH = total petroleum hydrocarbons. Other EPA methods that the division approves may be applied to all constituents listed. Chloride closure standards will be determined by which ever concentration level is greatest.

Soil under the BGT was sampled and TPH, BTEX and chloride levels were below the stated limits. Sampling data is attached.

7. BP shall notify the division District III office of its results on form C-141. **C-141 is attached.**

8. If it is determined that a release has occurred, then BP will comply with 19.15.30 NMAC and 19.15.29 NMAC, as appropriate.

Sampling results indicate no release occurred.

9. If the sampling demonstrates that a release has not occurred or that any release does not exceed the concentrations specified above, then BP shall backfill the excavation, with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover, re-contour and re-vegetate the location. The location will be reclaimed if it is not with in the active process area

The area under the BGT was backfilled with clean soil and is still within the active well area.

10. BP shall reclaim the BGT location and all areas associated with the BGT including associated access roads to a safe and stable condition that blends with the surrounding undisturbed area. BP shall substantially restore the impacted surface area to the condition that existed prior to oil and gas operations by placement of the soil cover as provided in Subsection H of 19.15.17.13 NMAC, re-contour the location and associated areas to a contour that approximates the original contour and blends with the surrounding topography and re-vegetate according to Subsection I of 19.15.17.13 NMAC.

The area over the BGT is covered by the LPT and is still within the active well area. This area will be reclaimed when the well is plugged and abandoned as part of final reclamation.

11. The soil cover for closures where the BGT has been removed or remediated to the NMOCD's satisfaction shall consist of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater. The soil cover will be constructed to the site's existing grade and all practicable efforts will be made to prevent ponding of water and erosion of the cover material.

The area over the BGT is covered by the LPT and is still within the active well area. This area will be reclaimed when the well is plugged and abandoned as part of final reclamation.

12. BP shall seed the disturbed area the first growing season after closure of the BGT. Seeding will be accomplished by drilling on the contour whenever practical or by other division-approved methods. Vegetative cover will be, at a minimum, 70% of the native perennial vegetative cover (un-impacted by overgrazing, fire or other intrusion damaging to native vegetation), consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintenance of that cover through two successive growing seasons. During the two growing seasons that prove viability, there shall be no artificial irrigation of the vegetation.

The area over the BGT is covered by the LPT and is still within the active well area. This area will be reclaimed when the well is plugged and abandoned as part of final reclamation.

13. BP shall seed, plant and re-seed pursuant to Paragraph (3) of Subsection I of 19.15.17.13 NMAC, until the location successfully achieves the required vegetative cover.

BP will seed the area when the well is plugged and abandoned as part of final reclamation.

14. Pursuant to Paragraph (5) of Subsection I of 19.15.17.13 NMAC, BP shall notify the NMOCD when it has seeded or planted and when it successfully achieves revegetation.

BP will notify NMOCD when re-vegetation is successful.

- 15. Within 60 days of closure completion, BP shall submit a closure report on NMOCD's form C-144, and will include the following;
 - a. proof of closure notification (surface owner and NMOCD)
 - b. sampling analytical reports; information required by 19.15.17 NMAC;
 - c. disposal facility name and permit number
 - d. details on back-filling, capping, covering, and where applicable re-vegetation application rates and seeding techniques and
 - e. site reclamation, photo documentation.

Closure report on C-144 form is included.

16. BP shall certify that all information in the report and attachments is accurate, truthful, and compliant with all applicable closure requirements and conditions specified in the approved closure plan.

Certification section of C-144 has been completed.

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Revised August 8, 2011

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

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Form C-141 ·

			Kele	ease Notino	cation	and Co	orrective A	ction						
						OPERA	ΓOR	Init	ial Report 🛛 Final Repor					
Name of Co			_		(Contact: Jeff Peace								
		Court, Farmi				Telephone No.: 505-326-9479								
Facility Nat	ne: Galleg	os Canyon U	<u>Init 204E</u>	,		Facility Typ	e: Natural gas v	vell						
Surface Ow	ner: Feder	al		Mineral (Owner: I	Federal		APIN	o. 3004525262					
				LOCA	OF RE	LEASE								
Unit Letter I	Section 34	Township 28N	Range 12W	Feet from the 1,710	North/ South	South Line	Feet from the 425	East/West Line East	County: San Juan					
Latitude36.61617Longitude108.09154														
				NAT	TURE	OF REL	EASE							
Type of Rele	ase: none						Release: N/A	Volume	Recovered: N/A					
		v grade tank –	95 bbl, T	ank B			lour of Occurrenc		Hour of Discovery: N/A					
Was Immedia	ate Notice (Ves [No 🛛 Not R	equired	If YES, To	Whom?							
By Whom?				I NO M NOT NO		Data and I								
Was a Water	course Reac	rhed?				Date and F	lour Slume Impacting t	he Watercourse						
was a water	DOG, SO TROM		Yes 🛚	No		11 125, 70	name impacting t	ne watercourse.						
If a Watercou	ırse was Im	pacted, Descri	ibe Fully.*	:		<u> </u>								
the BGT. So	il analysis r	esulted in TPI and Cleanup A	H, BTEX	and chlorides belo	ow stand	ards. Analys	is results are attac	hed.	to ensure no soil impacts from Γhe area under the BGT was					
	·													
regulations all public health should their cor or the environ	I operators or the envir operations hament. In a	are required to ronment. The ave failed to a	o report an acceptance	nd/or file certain rece of a C-141 reportance investigate and r	elease no ort by the emediate	otifications a NMOCD m contaminati	nd perform correct arked as "Final Roon that pose a throet the operator of the correct of the co	tive actions for re eport" does not re eat to ground wat esponsibility for	rsuant to NMOCD rules and cleases which may endanger lieve the operator of liability er, surface water, human health compliance with any other					
	0 10						OIL CONS	SERVATION	<u>I DIVISION</u>					
Signature:	Josef	Peace	2											
Printed Name	e: Jeff Peace				1	Approved by	Environmental Sp	pecialist:						
Title: Field E	nvironment	tal Coordinato	r		1	Approval Da	e:	Expiration	Date:					
E-mail Addre	ess: peace.je	effrey@bp.cor	n			Conditions of	f Approval:		Attached					
Date: April		ets If Necess		05-326-9479					/mached 🗀					

CLIENT: BP	P.O. BOX 87, E	ENGINEERING, IN BLOOMFIELD, NM		API #: 300452	
	(50	05) 632-1199		(if applicble):	&B
FIELD REPORT:	(circle one): BGT CONFIRMATION]/ RELEASE INVESTIGATION / O	THER:	PAGE #: 1	of
SITE INFORMATION				DATE STARTED: 02	2/11/15
QUAD/UNIT: SEC: 34 TWP:	28N RNG: 12W PM	M: NM CNTY: SJ	ST: NM	DATE FINISHED:	
1/4-1/4/FOOTAGE: 1,710'S / 42	-	TYPE: FEDERAL STATE / STRIKE		ENVIRONMENTAL SPECIALIST(S)	AI IV
	=	CONTRACTOR: MBF - S. G		. ,	NJV
REFERENCE POINT 1)		s coord.: <u>36.6161</u> 6.61732 X 108.09190	3 X 108.09140	AEC	5,878' , N18W -
2) 95 BGT (DW/DB) - B		6.61617 X 108.09154			, N66W
	GPS COORD.:			RING FROM W.H.:	•
	GPS COORD.:				
SAMPLING DATA:	CHAIN OF CUSTODY RECORD(S) #				OVM READING (ppm)
1) SAMPLE ID:	21) A SWIFLEBATE 02/11	1/15 - SAMPLE TIME	LADAWALISIS. 418	1.1/8021B/300.0 (CI)	NA (ppm)
2) SAMPLE ID:	95) - B SAMPLE DATE: 02/11	1/15 SAMPLE TIME:	LAB ANALYSIS: 418	3.1/8021B/300.0 (CI)	NA
3) SAMPLE ID:	SAMPLE DATE:	SAMPLE TIME:	LAB ANALYSIS:		
	SAMPLE DATE:				
SOIL DESCRIPTION		SILT / SILTY CLAY / CLAY / GRAVE	L/OTHER		·
SOIL COLOR: DARK YELLOV		PLASTICITY (CLAYS): NON PLASTIC			
COHESION (ALL OTHERS): NON COHESIVE SLIGHTL CONSISTENCY (NON COHESIVE SOILS): LC		,			
MOISTURE: DRY/SLIGHTLYMOIST/MOIST/W	ET / SATURATED / SUPER SATURATED				
SAMPLE TYPE: GRAB (COMPOSITE) = DISCOLORATION/STAINING OBSERVED: YES (ANY AREAS DISPLAYING WETNES	S: YES NO EXPLAN	NATION -	
SITE OBSERVATION		IT: VES NO EVEL ANATION			
APPARENT EVIDENCE OF A RELEASE OBSERVE					
EQUIPMENT SET OVER RECLAIMED AREA: OTHER: WELL HEAD & 95 BGT LOCATE				OP BOTH BGT LOCATION	ONS.
OTHER: WELL HEAD & 93 BGT LOCATE	D WITHIN CENTER FIVOT AGRI	CULTURAL CROP CIRCLE OF	ERATION.		
SOIL IMPACT DIMENSION ESTIMATION		ft. X NA ft.		TIMATION (Cubic Yards) :	NA NA
DEPTH TO GROUNDWATER: <50' N	NEAREST WATER SOURCE: >1,000			CD TPH CLOSURE STD:	100 ppm
SHESKETON	BGT Located : off on si	ite PLOT PLAN circ		CALIB. READ. = NA	ppm RF =0.52
	4		1 1	CALIB. GAS = <u>NA</u> :: <u>NA</u> am/pm DATE:	_ppm []
	DEDM	SEPARAT			
	BERM		-1105	MISCELL. NO <i>1</i> 0:	JIE9
				EF. #: P-11	
		(95) PBGTL	_	k: ZEVH01BG	T2
		T.B. ~ 5' B.G.	<u>P</u> .	J#: Z2-006Q0	
			-		14/10
			_ˈ Tar	nk OVM = Organic Vapor	
		PUMP	<u> IC</u>	teleni berie berining	on
	ŀ	JACK		BGT Sidewalls Visible:	<u> </u>
NOTES: BGT = BELOW-GRADE TANK; E.D. = EXCAVATI		BELOW; T.H. = TEST HOLE; ~= APPROX.; \	V.H. = WELL HEAD;	BGT Sidewalls Visible:	
T.B. = TANK BOTTOM; PBGTL = PREVIOUS BEI APPLICABLE OR NOT AVAILABLE; SW - SINGL	LOW-GRADE TANK LOCATION; SPD = SAMPLE	POINT DESIGNATION; R.W. = RETAINING	WALL; NA - NOT NOT N	lagnetic declination:	10°E
NOTES: GOOGLE EARTH IMAG		ONSITE: 02/11/1	5		

Analytical Report

Lab Order 1502526

Date Reported: 2/16/2015

Hall Environmental Analysis Laboratory, Inc.

CLIENT: Blagg Engineering

Client Sample ID: 5PC-TB @ 5' (95)-B

Project: GCU # 204E

Collection Date: 2/11/2015 11:30:00 AM

Lab ID: 1502526-002

Matrix: MEOH (SOIL) Received Date: 2/12/2015 7:28:00 AM

Analyses	Result	RL Qu	al Units	DF	Date Analyzed	Batch
EPA METHOD 8021B: VOLATILES					Analy	st: NSB
Benzene	ND	0.039	mg/Kg	1	2/12/2015 12:07:56 P	M 17666
Toluene	ND	0.039	mg/Kg	1	2/12/2015 12:07:56 P	M 17666
Ethylbenzene	ND	0.039	mg/Kg	1	2/12/2015 12:07:56 P	M 17666
Xylenes, Total	ND	0.078	mg/Kg	1	2/12/2015 12:07:56 P	M 17666
Surr: 4-Bromofluorobenzene	96.1	80-120	%REC	1	2/12/2015 12:07:56 P	M 17666
EPA METHOD 300.0: ANIONS					Analys	st: JRR
Chloride	ND	30	mg/Kg	20	2/12/2015 12:59:51 P	M 17718
EPA METHOD 418.1: TPH					Analys	st: BCN
Petroleum Hydrocarbons, TR	ND	20	mg/Kg	1	2/12/2015 1:00:00 PM	17712

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- E Value above quantitation range
- J Analyte detected below quantitation limits
- O RSD is greater than RSDlimit
- R RPD outside accepted recovery limits
- S Spike Recovery outside accepted recovery limits
- B Analyte detected in the associated Method Blank
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit

Page 2 of 5

- P Sample pH Not In Range
- RL Reporting Detection Limit

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#:

1502526 16-Feb-15

Client:

Blagg Engineering

Project:

GCU # 204E

Sample ID MB-17718

SampType: MBLK

TestCode: EPA Method 300.0: Anions

Client ID:

PBS

Batch ID: 17718

RunNo: 24289

Prep Date: 2/12/2015

Analysis Date: 2/12/2015

SeqNo: 715791

Units: mg/Kg

Analyte Chloride

Result **PQL** SPK value SPK Ref Val %REC LowLimit

HighLimit

%RPD **RPDLimit** Qual

ND 1.5

Sample ID LCS-17718

SampType: LCS

TestCode: EPA Method 300.0: Anions RunNo: 24289

Client ID: LCSS Batch ID: 17718

Prep Date: 2/12/2015

Analysis Date: 2/12/2015

SeqNo: 715792

Units: mg/Kg

HighLimit

Analyte

SPK value SPK Ref Val

91.9

90

RPDLimit

Qual

14

Chloride

PQL

15.00

1.5

%REC LowLimit

110

%RPD

Qualifiers:

E

Value exceeds Maximum Contaminant Level.

Analyte detected below quantitation limits

О RSD is greater than RSDlimit R RPD outside accepted recovery limits

Value above quantitation range

В

Holding times for preparation or analysis exceeded Η

Spike Recovery outside accepted recovery limits

Analyte detected in the associated Method Blank

Not Detected at the Reporting Limit

Reporting Detection Limit

Sample pH Not In Range

Page 3 of 5

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#: 1502526

16-Feb-15

Client:

Blagg Engineering

Project:

GCU # 204E

Sample ID MB-17712

SampType: MBLK

TestCode: EPA Method 418.1: TPH

Client ID: PBS

Batch ID: 17712

RunNo: 24261

Prep Date: 2/12/2015 Analysis Date: 2/12/2015

ND

SeqNo: 714993

Units: mg/Kg

Analyte

Result PQL 20

SPK value SPK Ref Val %REC LowLimit

HighLimit

%RPD **RPDLimit** Qual

Qual

Petroleum Hydrocarbons, TR

SampType: LCS

TestCode: EPA Method 418.1: TPH

Client ID: LCSS

Batch ID: 17712

100.0

SPK valuè SPK Ref Val

RunNo: 24261

Units: mg/Kg

Prep Date: 2/12/2015 Analyte

Sample ID LCS-17712

Analysis Date: 2/12/2015

100

SeqNo: 714994 %REC

102

HighLimit

126

RPDLimit Qual

%RPD

Petroleum Hydrocarbons, TR

Sample ID LCSD-17712

SampType: LCSD

TestCode: EPA Method 418.1: TPH

LowLimit

86.7

Client ID: LCSS02

Batch ID: 17712

PQL

20

RunNo: 24261

Prep Date: 2/12/2015

Result

100

Analysis Date: 2/12/2015

20

SeqNo: 714995

Units: mg/Kg

HighLimit %RPD **RPDLimit**

Analyte Petroleum Hydrocarbons, TR

SPK value SPK Ref Val %REC 100.0

0

100

86.7

LowLimit

126

1.31

20

Qualifiers:

S

Value exceeds Maximum Contaminant Level.

Value above quantitation range Е

Analyte detected below quantitation limits

Spike Recovery outside accepted recovery limits

0 RSD is greater than RSDImit

R RPD outside accepted recovery limits

Analyte detected in the associated Method Blank В

Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

Sample pH Not In Range

Reporting Detection Limit

Page 4 of 5

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#: 1502526

16-Feb-15

Client:

Blagg Engineering

Project:

GCU # 204E

Sample ID MB-17666	Samp ⁻	Гуре: МЕ	BLK	Tes	Code: El	PA Method	8021B: Vola	tiles		
Client ID: PBS	Batc	h ID: 17	666	F	tunNo: 2	4264				
Prep Date: 2/10/2015	Analysis [Date: 2/	12/2015	S	SeqNo: 7	15490	Units: mg/K	(g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	ND	0.050								
Toluene	ND	0.050								
Ethylbenzene	ND	0.050								
Xylenes, Total	ND	0.10								
Surr: 4-Bromofluorobenzene	0.92		1.000		92.5	80	120			
Sample ID LCS-17666	Samp	Гуре: LC	s	Tes	Code: El	PA Method	8021B: Vola	tiles		
Client ID: LCSS	Batc	h ID: 17	666	F	lunNo: 2	4264				
Prep Date: 2/10/2015	Analysis [Date: 2/	12/2015	S	eqNo: 7	15491	Units: mg/K	(g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	1.1	0.050	1.000	0	109	80	120			
		0.050	4 000	0	108	80	120			
Toluene .	1.1	0.050	1.000	U	100					
Foluene Ethylbenzene	1.1 1.1	0.050	1.000	0	108	80	120			

Qualifiers:

- * Value exceeds Maximum Contaminant Level.
- E Value above quantitation range
- J Analyte detected below quantitation limits
- O RSD is greater than RSDlimit
- R RPD outside accepted recovery limits
- S Spike Recovery outside accepted recovery limits
- B Analyte detected in the associated Method Blank
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit

Page 5 of 5

- P Sample pH Not In Range
- RL Reporting Detection Limit



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109 TEL: 505-345-3975 FAX: 505-345-4107

Website: www.hallenvironmental.com

Sample Log-In Check List

RcptNo: 1 Client Name: **BLAGG** Work Order Number: 1502526 02/12/15 Received by/date: 2/12/2015 7:28:00 AM Logged By: Lindsay Mangin 2/12/2015 8:15:19 AM Completed By: 02/12/15 Reviewed By: Chain of Custody Not Present 1 Custody seals intact on sample bottles? Yes Yes 🛃 No 🗌 Not Present 2. Is Chain of Custody complete? 3. How was the sample delivered? Courier Log In NA 🗍 No 🗌 4. Was an attempt made to cool the samples? NA 🗔 No 🗌 5. Were all samples received at a temperature of >0° C to 6.0°C No 🗔 6. Sample(s) in proper container(s)? No 🗀 7. Sufficient sample volume for indicated test(s)? No 8. Are samples (except VOA and ONG) properly preserved? No 🗭 NA 🗀 9. Was preservative added to bottles? Yes No VOA Vials 🕏 No 🗔 10. VOA vials have zero headspace? Yes No 🌌 11. Were any sample containers received broken? # of preserved bottles checked No 🗌 for pH: 12. Does paperwork match bottle labels? (<2 or >12 unless noted) (Note discrepancies on chain of custody) Adjusted? No 🗆 13. Are matrices correctly identified on Chain of Custody? No 🗌 14. Is it clear what analyses were requested? No 🗌 Checked by: 15. Were all holding times able to be met? (If no, notify customer for authorization.) Special Handling (if applicable) Yes 🗌 No 🗌 NA 🐼 16. Was client notified of all discrepancies with this order? Person Notified: Date: By Whom: Via: eMail Phone Fax In Person Regarding: Client Instructions: 17. Additional remarks: 18. Cooler Information Temp °C | Condition Seal Intact | Seal No Cooler No Seal Date Good Yes

C	hain-c	of-Cus	stody Record	Turn-Around	Γime:	SAME		4		ŀ	Aŀ	LL	. E	N	/IF	S O	NI	ME	NT	'AL	_
Client:	Client: BLAGG ENGR. / BP AMERICA				Rush _	DAY													ATC		
																	.con				-
Mailing Ad	ddress:	P.O. BO	X 87	1	GCU # 204	4E		49	01 H									3710	9		
	*****	BLOOM	FIELD, NM 87413	Project #:				Te	el. 50)5-3 ₄	45-3	975	i	Fax	50 5	-345	-410)7			
Phone #:	· · ·	(505) 63	32-1199	1								1	Anal	ysis	Red	ques	st,				
email or F	ax#:			Project Manag	jer:				77 V					(1)			
QA/QC Pad	_		Level 4 (Full Validation)		NELSON VI	ELEZ	//B/s (8021B)	+ TPH (Gas only)	/MINO)			15)	:	05,50	PCB's			er - 300.1)			au l
Accreditat	ion:			Sampler:	NELSON VI	ELEZ 97 V) (8)	(Gas	DRO/	1)	1))SIIV		102,1	8082			/ water			sample
□ NELAF	<u> </u>	□ Other		On ice:	∆√Yes	□No	HATE:	TPH.	_	418	504	827(ر ا	03,1	-		Æ	0.00			e sa
	Гуре)	<u> </u>		Sample Temp	erature: 🕖 🗸				(GRO	pοι	pou	o.	etal	C,N	icide	<u> </u>	١٠٠	oil - 3	╽	e B	30SII
Date	Time	Matrix	Sample Request ID	Container Type and #	Preservative Type	HEAL NO.	BTEX +-MIT	BTEX + MTBE	TPH 8015B	TPH (Method 418.1)	EDB (Method 504.1)	PAH (8310 or 82705IMS)	RCRA 8 Metals	Anions (F,Cl,NO ₃ ,NO ₂ ,PO ₄ ,SO ₄)	8081 Pesticides	8260B (VOA)	8270 (Semi-VOA)	Chloride (soil - 300.0	<u> </u>	윤	5 pt. composite
2/11/13	1150	SOIL	5PC - TB @ 5' (21)-A	4 02. • 1	Cool	-(7)1	4			4								V	$\overline{}$	干	7
																				1	十
2/11/15	1130	SOIL	5PC - TB @ 5' (95)-B	4 oz 1	Cool	-002	٧			٧								٧		1	V
															_				\vdash	\bot	+
	 		RUN TPH 8015B IF TPH 418.1 > 100 mg/Kg						<u> </u>		<u> </u>	ļ	<u> </u>	ļ	<u> </u>					+	+
								<u> </u>	<u> </u>	_		<u> </u>	ļ				ļ		├	+	+
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Date: 2/11/15	Time: 1357	Relinquish	ed by:	Received by:	Walte	Date Time 2/11/15 1357		LL DI	RECT					Faun	ماند المحداث		NIA O		ı		
Date:				Received by:	K.	Date Time	Re						ourt,					7401 <u>ZEVH</u>	101BG	T2_	_



BP America Production Company 200 Energy Court Farmington, NM 87401 Phone: (505) 326-9200

February 5, 2015

Bureau of Land Management Mark Kelly 6251 College Blvd Suite A Farmington, NM 87402

VIA CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Re: Notification of plans to close/remove a below grade tank

Well Name: GALLEGOS CANYON UNIT 204E

API#: 3004525262

Dear Mr. Kelly,

As part of the NM "Pit Rule": 19.15.17.13 Closure Requirements, Paragraph J. BP America Production Company (BP) is required to notify the surface owner of BP's plans to close/remove a below grade tank. BP wishes to inform you of our plans to close/remove the below grade tank on its well pad located on your surface. BP plans to commence this work on or about February 9, 2015. If there aren't any unforeseen problems, the work should be completed within 10 working days.

As a point of clarification, BP will be closing the below grade tank and either operating without one or replacing it with an above ground tank, the well site will continue to operate.

Unless you have questions about this notice, there is no need to respond to this letter. If you do have any questions or concerns, please contact me at (505)-326-9214.

Sincerely,

Jerry Van Riper

9D Valler

Surface Land Negotiator

BP America Production Company

BP America Production Company

200 Energy Court Farmington, NM 87401 Phone: (505) 326-9200

SENT VIA E-MAIL TO: CORY.SMITH@STATE.NM.US

February 5, 2014

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

RE: Notice of Proposed Below-Grade Tank (BGT) Closure

GALLEGOS CANYON UNIT 204E API 30-045-25262 (I) Section 34 – T28N – R12W San Juan County, New Mexico

Dear Mr. Cory Smith:

In regards to the captioned subject and requirements of the NMOCD pit rule, this letter is notification that BP is planning to close a 21 bbl BGT and a 95 bbl BGT that will no longer be operational at this well site. We anticipate this work to start on or around February 9, 2015.

Should you have any questions, please feel free to contact BP at our Farmington office.

Sincerely,

Jeff Peace

BP Field Environmental Advisor

(505) 326-9479



