1625 N. French Dr., Hobbs, NM 88240 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

Operator: Enterprise Field Services

Facility or well name: San Juan 32-8 Unit 264H API Number 30-045- 32754 30995

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-144 Revised June 6, 2013

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 12474 Proposed Alternative Method Permit or Closure Plan Application OIL CONS. DIV DIST. 3 Type of action: Below grade tank registration Permit of a pit or proposed alternative method 45-22754 DEC 23 2014 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

OGRID #: 151618

Instructions: Please submit one application (Form C-144) per individual pit, below-grade tank or alternative request

Please 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 environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

Address: P.O. box 4324 c/o Environmental Department Houston, TX 77210

API Number: 30-045-33954 30985 OCD Permit Number:
U/L or Qtr/Qtr L Section 9 Township 32N Range 8W County: San Juan
Center of Proposed Design: Latitude <u>36.998072</u> Longitude <u>-107.685856</u> NAD: □1927 ☑ 1983
Surface Owner: ☐ Federal ☐ State ☑ Private ☐ Tribal Trust or Indian Allotment
2.
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: Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other
☐ String-Reinforced
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D
I.
Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 20
Tank Construction material: double wall, double bottom, 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 Visible sidewalls, 6-inch lift and automatic overflow shut-off
Liner type: Thickness mil HDPE PVC Other
Liner type: Timeknessinit
4. Alternative Method:
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.
S
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
(17)

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 accumaterial are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	eptable 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 ☐ NA
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. (Does not apply to below grade tanks) - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
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 from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☑ No
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 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☐ No
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	100
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

Form C-144 Oil Conservation Division Page 2 of 6

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,	
Within 200 feet of a continuously floring automorphism of any other significant automorphism or within 200 feet of any lakehed sinkhole	
or playa lake (measured from the ordinary high-water mark).	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; Acrial 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
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NM Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docu attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 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 and 19.15.17.13 NMAC Previously Approved Design (attach copy of design) API Number: or Permit Number:	nments are NMAC 5.17.9 NMAC
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 docu. attached. 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 19.15 and 19.15.17.13 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:	

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	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	
 ✓ 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 	
15. Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable sour provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. It 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
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
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	

[]	
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	☐ Yes ☐ No
Within an unstable area.	
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 FEMA map	☐ Yes ☐ No
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of 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. Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19. 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 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 Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	11 NMAC 15.17.11 NMAC
II.	
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 believe	ef.
Name (Print): Graham Bacon Title: Group Sr. Vice President	
Name (Frint):	
Signature: Date: 12/17/2014	
e-mail address: snolan@eprod.com Telephone: 713-381-6595	
OCD Approval: Permit Application (including plosure plan) Glosure Plan (only) OCD Conditions (see attachment)	
	1-
OCD Representative Signature: Approval Date: 1/2	1/2015
Title: OCD Permit Number:	
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:	
20. Closure Method: Waste Excavation and Removal On-Site Closure Method Alternative Closure Method Waste Removal (Closed-loc If different from approved plan, please explain.	op systems only)
11.	
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please into 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)	ticate, by a check
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please into 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)	ticate, by a check
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please into 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 Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	licate, by a check
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please into 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 Soil Backfilling and Cover Installation	

	is submitted with this closure report is true, accurate and complete to the best of my know all applicable closure requirements and conditions specified in the approved closure plan	
Name (Print):	Title:	
Signature:	Date:	
e-mail address:	Telephone:	

Variance Request

Enterprise Field Services, LLC (Enterprise) is requesting a variance that provides equal of better protection of fresh water, public health and the environment. Enterprise requests notification procedures for notifying NMOCD District III office and all public surface owners (BLM, Tribal or State) by email that Enterprise plans closure operations at least 72 hours, but not more than one week, prior to any closure operation activity, instead of by certified mail. The notices will include well /facility name, API number (if associated with a particular well) and location.

Enterprise will notify the private surface owners by certified mail, return receipt requested, that Enterprise that is planning closure operations at least 72 hours, but not more than one week, prior to any closure operation activity. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records is sufficient to demonstrate compliance with this requirement.

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Enterprise Field Services San Juan 32-8 Unit 264H Unit L, Section 9, Township 32N, Range 8W Depth to Groundwater Determination

Depth to groundwater at the site is estimated to be greater than 100 feet below ground surface (bgs). No water wells were identified on the New Mexico Office of the State Engineer website database (attached) within a 1-mile radius of the location. No springs or fresh water wells used for public or livestock consumption were identified within 200 feet of the BGT location. The nearest surface water, an unnamed wash which drains to the wash in Pump Canyon, is located approximately 650 feet west of the BGT location. A cathodic protection report form for the Trail Canyon #101, located approximately 1,640 feet southwest of the location and seven feet higher in elevation, reported the depth to groundwater at 125 feet bgs. Based on the comparison between the elevation of the BGT and the Trail Canyon #101, groundwater is estimated at greater than 100 feet. A topographic map is attached.

. 1431

30-045- 27096

DATA SHEET FOR DEEP GROUND_BED CATHODIC PROTECTION WELLS NORTHWESTERN NEW MEXICO (Submit 3 copies to OCD Aztec Office)

Operator MERIDIAN OIL INC. Le	ocation: Unit I Sec. 8 Twp 32 Rng8
Name of Well/Wells or Pipeline Services	TRAIL CANYON #101
	cps 2144w
Elevation 6730wCompletion Date 5/30/89	Total Depth 340' Land Type* N/A
Casing, Sizes, Types & Depths	N/A
If Casing is cemented, show amounts &	types usedN/A
If Cement or Bentonite Plugs have been N/A	placed, show depths & amounts used
Depths & thickness of water zones with Fresh, Clear, Salty, Sulphur, Etc.	
Depths gas encountered: N/A	
Type & amount of coke breeze used:	N/A
Depths anodes placed: 300', 290', 280', 270	0', 260', 250', 240', 230', 195', 185'
Depths vent pipes placed: 345'	DECEINED
Vent pipe perforations: 240'	MAY 3 1 1991
Remarks: \(\frac{1}{2} \)	OIL CON DIV.
	DIST 3

If any of the above data is unavailable, please indicate so. Copies of all logs, including Drillers Log, Water Analyses & Well Bore Schematics should be submitted when available. Unplugged abandoned wells are to be included.

*Land Type may be shown: F-Federal; I-Indian; S-State; P-Fee. If Federal or Indian, add Lease Number.



New Mexico Office of the State Engineer Wells with Well Log Information

No wells found.

UTMNAD83 Radius Search (in meters):

Easting (X): 260994.68

Northing (Y): 4098029.23

Radius: 1606.2

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.



New Mexico Office of the State Engineer Wells Without Well Log Information

No wells found.

UTMNAD83 Radius Search (in meters):

Easting (X): 260994.68

Northing (Y): 4098029.23

Radius: 1606.2



New Mexico Office of the State Engineer Point of Diversion with Meter Attached

No PODs found.

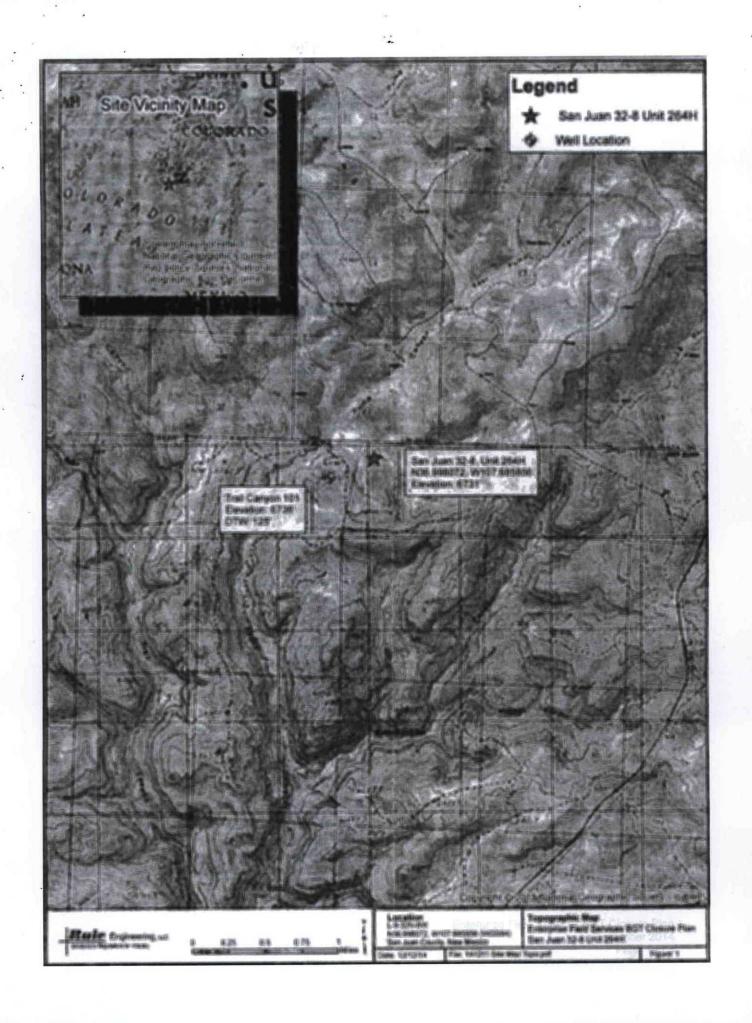
UTMNAD83 Radius Search (in meters):

Easting (X): 260994.68

Northing (Y): 4098029.23

Radius: 1606.2

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.



Enterprise Field Services San Juan Basin of New Mexico General Below-Grade Tank Closure Plan

The following plan outlines proposed closure method and proposed procedures and protocols to implement and complete below-grade tank (BGT) closures on Enterprise Field Services (Enterprise) locations in the San Juan Basin of New Mexico. This plan has been developed in accordance with Rule 19.15.17.13 NMAC. Enterprise will not commence closure without first obtaining approval of the closure plan from the New Mexico Oil Conservation Division (NMOCD) District III Office. If deviations from this plan are necessary, Enterprise will request preapproval from the District III Office of any specific changes. Additional changes/deviations will be included on Form C-144.

Closure Notice

- 1. Enterprise will notify the surface owner by certified mail, return receipt requested, that Enterprise plans closure operations at least 72 hours, but not more than one week, prior to any closure operation. The notice will include well /facility name, API number (if associated with a particular well) and location. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records is sufficient to demonstrate compliance with this requirement.
- Enterprise will notify the District III Office verbally and in writing (email) at least 72 hours, but not more than one week, prior to any closure operation. The notice will include the operator's name and the location of BGT to be closed by unit letter, section, township and range. If the closure is associated with a particular well, then the notice will also include the well's name, number and API number.

Closure Method

- 3. Within 60 days of cessation of operations, Enterprise will remove liquids and sludge (contents) from the BGT prior to implementing a closure method and will dispose of the liquids and sludge in a NMOCD-approved facility. The liquids and sludge will be shoveled and/or vacuumed from the BGT and disposed at one of the following facilities, depending on proximity to the BGT site:
 - Envirotech Land Farm (Permit #NM-01-011)
 - Basin Disposal (Permit #NM-01-0005)
 - JFJ Landfarm, LLC- Industrial Ecosystems Inc.(Permit #NM-01-010-B)
- 4. Within six months of cessation of operations, Enterprise will remove the BGT and dispose of it in a NMOCD-approved facility or recycle, reuse, or reclaim it in a manner that the Division III Office approves. Documentation as to the final disposition of the removed BGT will be included within the final closure report. If there is any on-site equipment associated the BGT, Enterprise will remove the equipment, unless the equipment is required for some other purpose. Enterprise anticipates that steel materials will be recycled or reused as approved by NMOCD. Liner materials (if applicable) will be cleaned to remove soils and/or contaminated material for disposal as solid waste. Solid waste will be disposed of at the San Juan Regional Landfill (Permit #SWM-052426).
- 5. Following removal of the BGT, Enterprise will test the soils beneath the BGT as follows:
 - At a minimum, Enterprise will collect a five point composite sample to include any
 obvious stained or wet soils, or other evidence of contamination under the BGT. The
 sample will be analyzed for the constituents listed in Table I of 19.15.17.13 NMAC (see
 next page).

Depth below bottom of pit to groundwater	Constituent	Method*	Limit**
less than 10,000 mg/l TDS ≤50 feet	Chloride	EPA 300.0	600 mg/kg
	TPH	EPA SW-846 Method 418.1	100 mg/kg
	BTEX	EPA SW-846 Method 8021B or 8260B	50 mg/kg
	Benzene	EPA SW-846 Method 8021B or 8015M	10 mg/kg
51 feet-100 feet	Chloride	EPA 300.0	10,000 mg/kg
	TPH	EPA SW-846 Method 418.1	2,500 mg/kg
	GRO+DRO	EPA SW-846 Method 8015M	1,000 mg/kg
	BTEX	EPA SW-846 Method 8021B or 8260B	50 mg/kg
	Benzene	EPA SW-846 Method 8021B or 8015M	10 mg/kg
	Chloride	EPA 300.0	20,000 mg/kg
> 100 feet	TPH	EPA SW-846 Method 418.1	2,500 mg/kg
San Juan 32-8 Unit 264H BGT:	GRO+DRO	EPA SW-846 Method 8015M	1,000 mg/kg
Depth to groundwater: greater than 100 feet	BTEX	EPA SW-846 Method 8021B or 8260B	50 mg/kg
(See attached documents)	Benzene	EPA SW-846 Method 8021B or 8015M	10 mg/kg

*Or other test methods approved by the division

**Numerical limits or natural background level, whichever is greater

TDS= Total Dissolved Solids

TPH= Total Petroleum Hydrocarbons

BTEX = benzene, toluene, ethylbenzene, and total xylenes

6. If any contaminant concentration is higher than the parameters listed in Table I of 19.15.17.13 NMAC, Enterprise will notify the District III Office of the results. Enterprise will not continue with BGT closure activities until approval has been granted by the District III Office. Enterprise acknowledges that additional delineation may be required. If the results from the sampling demonstrate that all contaminant concentrations are less than or
equal to the parameters listed in Table I of 19.15.17.13 NMAC, then Enterprise will proceed to
backfill the excavation with non-waste containing, uncontaminated, earthen material.

Stabilization (Areas needed for production operations):

8. In areas reasonably needed for production operations, Enterprise will compact, cover, pave, or otherwise stabilize and maintain these areas in such a way as to minimize dust and erosion to the extent practicable. Reseeding will be completed upon facility closure and will follow the procedure below.

Reclamation (Areas no longer required for production operations or at facility closure):

- 9. Enterprise will reclaim the BGT location and all areas associated with BGT including associated access roads, to a safe and stable condition that blends with the surrounding undisturbed area. Enterprise will 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 19.15.17.13.H (2) NMAC, recontour the BGT location and associated areas to a contour that approximates the original contour and blends with the surrounding topography and re-vegetate according to 19.15.17.13.H. (5) NMAC.
- 10. Enterprise may propose an alternative to the re-vegetation or recontouring requirement if Enterprise can demonstrate to the District III Office that the proposed alternative provides equal or better prevention of erosion, and protection of fresh water, public health and the environment. The proposed alternative will be agreed upon by the surface owner. Enterprise will submit the proposed alternative, with written documentation that the surface owner agrees to the alternative, to the division for approval.
- 11. The soil cover for closures after site contouring, where Enterprise has removed the BGT, and if necessary remediated the soil beneath the BGT to chloride concentrations less than 600 mg/kg as analyzed by EPA Method 300.0, will consist of the background thickness of topsoil or one foot of suitable material, whichever is greater.
- Enterprise will construct the soil cover to the site's existing grade and prevent ponding of water and erosion of the cover material.
- 13. All areas disturbed by the closure of the BGT, except areas reasonably needed for production operations, will be reclaimed as early and as nearly as practicable to their original condition or their final land use and will be maintained to control dust and minimize erosion to the extent practicable.
- 14. Enterprise will replace topsoils and subsoils to their original relative positions and contour them so as to achieve erosion control, long-term stability and preservation of surface water flow patterns. The disturbed area will be reseeded in the first favorable growing season following closure of the BGT.
- 15. Reclamation of all disturbed areas no longer in use will be considered complete when all ground surface disturbing activities at the site have been completed, and a uniform vegetative cover has been established that reflects a life-form ratio of plus or minus fifty percent (50%) of pre-

disturbance levels and a total percent plant cover of at least seventy percent (70%) of predisturbance levels, excluding noxious weeds.

- 16. The re-vegetation and reclamation obligations imposed by other applicable federal or tribal agencies on lands managed by those agencies shall supersede these provisions and govern the obligations of Enterprise subject to those provisions, provided that the other requirements provide equal or better protection of fresh water, human health and the environment.
- 17. Enterprise will notify the District III Office when reclamation and re-vegetation have been completed at the site.

Closure Report

- 18. Within 60 days of closure completion of the BGT, Enterprise will submit a closure report on Form C-144, with necessary attachments to document all closure activities. The closure report will contain the following attachments:
 - · Proof of Closure Notice.
 - Confirmation Sampling Results,
 - Disposal Facility Name and Permit Number, and
 - Details on back-filling, capping and covering, where applicable.

Enterprise will certify that all information in the report and attachments is correct and that Enterprise has complied with all applicable closure requirements and conditions specified in the approved closure plan.