District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., 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

Form C-144 July 21, 2008

For temporary pits, closed-loop sytems, 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:	X 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

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.

	ources Oil & Gas Company, LP	OGRID#: 14538
Address: PO Box 4289, I		Secretary Secretary
Facility or well name: SC		
API Number:	3004531358	OCD Permit Number:
U/L or Qtr/Qtr: I  Center of Proposed Design: Surface Owner: X F	: Latitude: 36.93909°N	Range: 10W County: San Juan  Longitude: -107.86416°W NAD: X 1927 1983  Tribal Trust or Indian Allotment
	Workover  ency Cavitation P&A  d Liner type: Thickness m	il LLDPE HDPE PVC Other  Volume: bbl Dimensions L x W x D
	P&A Drilling a new well Workover notice of Above Ground Steel Tanks Haul-off Bins Liner type: Thicknessmil	Other
4 X Below-grade tank: S Volume: 120 Tank Construction material:		iner, 6-inch lift and automatic overflow shut-off

Ferfcing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pit, temporary pits, and below-grade tanks)  Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, in:  [Four foot height, four strands of barbed wire evenly spaced between one and four feet  X Alternate. Please specify 4' hog wire fencing topped with two strands barbed wire.  Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)  X Screen Netting Other	stitution or ch	urch)
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  X Signed in compliance with 19.15.3.103 NMAC		
Administrative Approvals and Exceptions:  Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.  Please check a box if one or more of the following is requested, if not leave blank:  X Administrative approval(s): Requests must be submitted to the appropriate division district of the Santa Fe Environmental Bureau office for con (Fencing/BGT Liner)	sideration of a	approval.
Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.		
	1	
Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau Office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above grade-tanks associated with a closed-loop system.		
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.  NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes	XNo
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	Yes	XNo
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	Yes	XNo
(Applies to temporary, emergency, or cavitation pits and below-grade tanks)	NA	
<ul> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>		
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applied to permanent pits)	Yes X NA	No
<ul> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>		
Within 500 horizonal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application.	Yes	XNo
- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site.	100	
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	XNo
Within 500 feet of a wetland.  - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	Yes	XNo
Within the area overlying a subsurface mine.  - Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division	Yes	XNo
Within an unstable area.	Yes	X No
<ul> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>		
Within a 100-year floodplain - FEMA map	Yes	X No

Temporary Pits, Emergen	cy Pits and Below-grade Tanks	Permit Application Attachment Che	ecklist: Subsection B of 19.15.17.9 NMAC
			rk in the box, that the documents are attached.
- Landson		on the requirements of Paragraph (4) of	
	A CONTRACTOR OF THE PARTY OF TH	- based upon the requirements of Parag	
		on the appropriate requirements of 19.1.	5.17.10 NMAC
X Design Plan - based	apon the appropriate requirements	of 19.15.17.11 NMAC	
		opriate requirements of 19.15.17.12 N	
	complete Boxes 14 through 18, if nd 19.15.17.13 NMAC	applicable) - based upon the appropriate	te requirements of Subsection C of
Previously Approved De	sign (attach copy of design)	API	or Permit
Instructions: Each of the follo	wing items must be attached to the ap		k in the box, that the documents are attached.
			Paragraph (3) of Subsection B of 19.15.17.9
Siting Criteria Comp	liance Demonstrations (only for o	1-site closure) - based upon the appropr	riate requirements of 19.15.17.10 NMAC
Design Plan - based	apon the appropriate requirements	of 19.15.17.11 NMAC	
Operating and Maint	enance Plan - based upon the appr	opriate requirements of 19.15.17.12 NN	MAC
Closure Plan (Please NMAC and 19.15.17		applicable) - based upon the appropriat	te requirements of Subsection C of 19.15.17.9
Previously Approved De	sign (attach copy of design)	API	
	erating and Maintenance Plan	API	
3			
	pplication Checklist: Subsection		
		2.7	ark in the box, that the documents are attached.
		f Paragraph (I) of Subsection B of 19.13	
Siting Criteria Comp	fiance Demonstrations - based upo	on the appropriate requirements of 19.13	5.17.10 NMAC
Climatological Factor	rs Assessment		
Certified Engineering	Design Plans - based upon the ap	oppropriate requirements of 19.15.17.11	NMAC
		upon the appropriate requirements of 19	9.15.17.11 NMAC
Leak Detection Design	m - based upon the appropriate re-	quirements of 19.15.17.11 NMAC	
Liner Specifications	and Compatibility Assessment - ba	ased upon the appropriate requirements	of 19.15.17.11 NMAC
Quality Control/Qual	ity Assurance Construction and In	stallation Plan	
	AND THE RESIDENCE OF THE PROPERTY OF THE PROPE	opriate requirements of 19.15.17.12 NN	
Freeboard and Overto	opping Prevention Plan - based up	on the appropriate requirements of 19.1	5.17.11 NMAC
Nuisance or Hazardo	us Odors, including H2S, Prevent	on Plan	
Emergency Response	Plan		
Oil Field Waste Stream	m Characterization		
Monitoring and Inspe	ction 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
roposed Closure: 19.15.1	7.13 NMAC		
		ugh 18, in regards to the proposed closure	plan.
ype: Drilling Wor	kover Emergency Cavitat	ion P&A Permanent Pit X	Below-grade Tank Closed-loop System
roposed Closure Method:	X Waste Excavation and Remova	(Below-Grade Tank)	
T and a room a rection.	Waste Removal (Closed-loop s		
	=	or temporary pits and closed-loop system	as)
	In-place Burial	On-site Trench	
			a Fe Environmental Bureau for consideration)
	Atternative Closure Method (E.	reeptions must be submitted to the Santa	The Environmental Buleau for consideration)
5 Vaste Excavation and Rer	noval Closure Plan Checklist: (1	9.15.17.13 NMAC) Instructions: Each of	the following items must be attached to the closure plan
	irk in the box, that the documents ar	'	
X Protocols and Procede	ires - based upon the appropriate	requirements of 19.15.17.13 NMAC	
X Confirmation Samplin	ng Plan (if applicable) - based upo	n the appropriate requirements of Subse	ection F of 19.15.17.13 NMAC
		, drilling fluids and drill cuttings)	
	The state of the s	pon the appropriate requirements of Su	bsection H of 19.15.17.13 NMAC
X Re-vegetation Plan - I	ased upon the appropriate require	ments of Subsection I of 19.15.17.13 N	IMAC
=		airements of Subsection G of 19.15.17.	
The manual of I lat	appropriate requ		

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Stee Instructions; Please identify the facility or facilities for the disposal of liquids, drilling are required.		ucilities	
Disposal Facility Name:	Disposal Facility Permit #:		
Disposal Facility Name:			
Will any of the proposed closed-loop system operations and associated activitie  Yes (If yes, please provide the information No			erations?
Required for impacted areas which will not be used for future service and operations:  Soil Backfill and Cover Design Specification - based upon the appropriate Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Plan - based upon the ap	tion I of 19.15.17.13 NMAC	С	
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. In certain siting criteria may require administrative approval from the appropriate district office of for consideration of approval. Justifications and/or demonstrations of equivalency are required.	Recommendations of acceptable source material are provided belo or may be considered an exception which must be submitted to the		
Ground water is less than 50 feet below the bottom of the buried waste.		Yes	No
<ul> <li>NM Office of the State Engineer - iWATERS database search; USGS: Data obta</li> </ul>	ined from nearby wells	N/A	
Ground water is between 50 and 100 feet below the bottom of the buried waste		Yes	No
- NM Office of the State Engineer - iWATERS database search; USGS; Data obtain	ned from nearby wells	N/A	_
Ground water is more than 100 feet below the bottom of the buried waste.		□Yes	□No
- NM Office of the State Engineer - iWATERS database search; USGS; Data obtain	ned from nearby wells	□N/A	
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other signific (measured from the ordinary high-water mark).	ant watercourse or lakebed, sinkhole, or playa lake	Yes	No
- Topographic map; Visual inspection (certification) of the proposed site		- <u> </u>	
Within 300 feet from a permanent residence, school, hospital, institution, or church in e - Visual inspection (certification) of the proposed site; Aerial photo; satellite image	existence at the time of initial application.	Yes	No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less that purposes, or within 1000 horizontal fee of any other fresh water well or spring, in existence of the control		Yes	∐No
NM Office of the State Engineer - iWATERS database; Visual inspection (certific Within incorporated municipal boundaries or within a defined municipal fresh water we pursuant to NMSA 1978, Section 3-27-3, as amended.      Written confirmation or verification from the municipality; Written approval obta	ation) of the proposed site ell field covered under a municipal ordinance adopted	Yes	□No
Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspe		Yes	□No
Within the area overlying a subsurface mine.		Yes	No
- Written confirantion or verification or map from the NM EMNRD-Mining and M	ineral Division		
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Min Topographic map	neral Resources; USGS; NM Geological Society;	Yes	No
Within a 100-year floodplain FEMA map		Yes	No
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of by a check mark in the box, that the documents are attached.	of the following items must bee attached to the closure	plan. Please	indicate,
Siting Criteria Compliance Demonstrations - based upon the appropriate	requirements of 19.15.17.10 NMAC		
Proof of Surface Owner Notice - based upon the appropriate requirement	ts of Subsection F of 19.15.17.13 NMAC		2.04
Construction/Design Plan of Burial Trench (if applicable) based upon the	appropriate requirements of 19.15.17.11 NMAC		- Mr. 1962
Construction/Design Plan of Temporary Pit (for in place burial of a dryin	g pad) - based upon the appropriate requirements of 19	.15.17.11 NM	IAC
Protocols and Procedures - based upon the appropriate requirements of 1	9.15.17.13 NMAC		2 2 196
Confirmation Sampling Plan (if applicable) - based upon the appropriate	requirements of Subsection F of 19.15.17.13 NMAC		
Waste Material Sampling Plan - based upon the appropriate requirements	s of Subsection F of 19.15.17.13 NMAC		-30 10 10 10
Disposal Facility Name and Permit Number (for liquids, drilling fluids an	Total College A Decreoscopy of the	not be achieve	ed)
Soil Cover Design - based upon the appropriate requirements of Subsecti			DEN TO BE
Re-vegetation Plan - based upon the appropriate requirements of Subsect  Site Reclamation Plan - based upon the appropriate requirements of Subs			

Form C-144 Oil Conservation Division

Operator Application Certification:
Thereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.
Name (Print): Crystal Tafoya Title: Regulatory Technician
Signature: Date: 12/22/2008
e-mail address: crystal afoya@conocophillus.com Telephone: 505-326-9837
20 OCD A control of Deposit A collision (including algorithm of the College Plan (only)   Closure Plan (only)   COCD Conditions (one attachment)
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)
OCD Representative Signature: Approval Date:
Title: OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.  Closure Completion Date:
Closure Method:  Waste Excavation and Removal On-site Closure Method Alternative Closure Method Waste Removal (Closed-loop systems only)  If different from approved plan, please explain.
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.  Disposal Facility Name:  Disposal Facility Permit Number:  Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?  Yes (If yes, please demonstrate complilane to the items below)  Required for impacted areas which will not be used for future service and operations:  Site Reclamation (Photo Documentation)  Soil Backfilling and Cover Installation
Re-vegetation Application Rates and Seeding Technique
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Proof of Closure Notice (surface owner and division)  Proof of Deed Notice (required for on-site closure)  Plot Plan (for on-site closures and temporary pits)  Confirmation Sampling Analytical Results (if applicable)  Waste Material Sampling Analytical Results (if applicable)  Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique  Site Reclamation (Photo Documentation)  On-site Closure Location: Latitude:  Longitude:  NAD 1927 1983
Operator Closure Certification:  I hereby certify that the information and attachments submitted with this closure report is ture, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.  Name (Print):  Title:
Signature: Date:
e-mail address: Telephone:

# New Mexico Office of the State Engineer POD Reports and Downloads

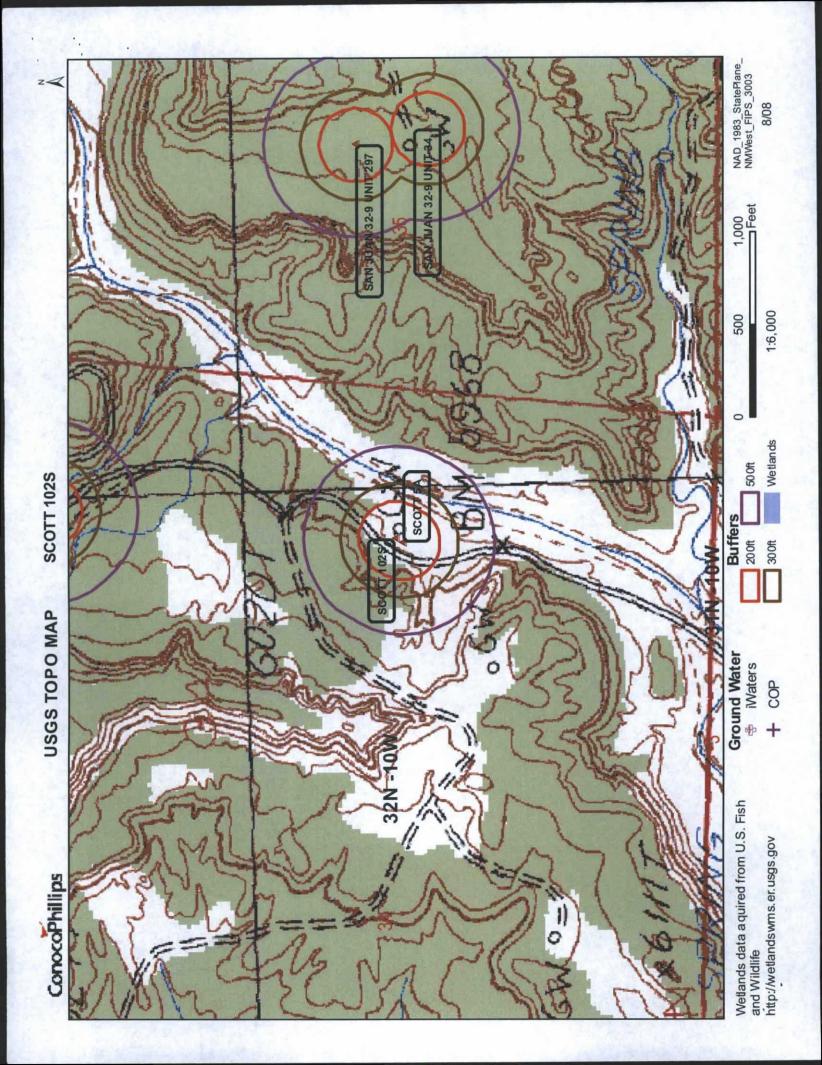
	NAD27	X:	Y:	Zon	e:	Search Radius	s:	
Count	y:	Basin	n:		1	Number:	Suffix:	
Owner	r Name: (First)	)	(1	Last)		O Non-Domestic	O Domestic	All
	POD / Surface	Data Repor		Avg Depth	to Water Rep	port Wate	er Column Report	

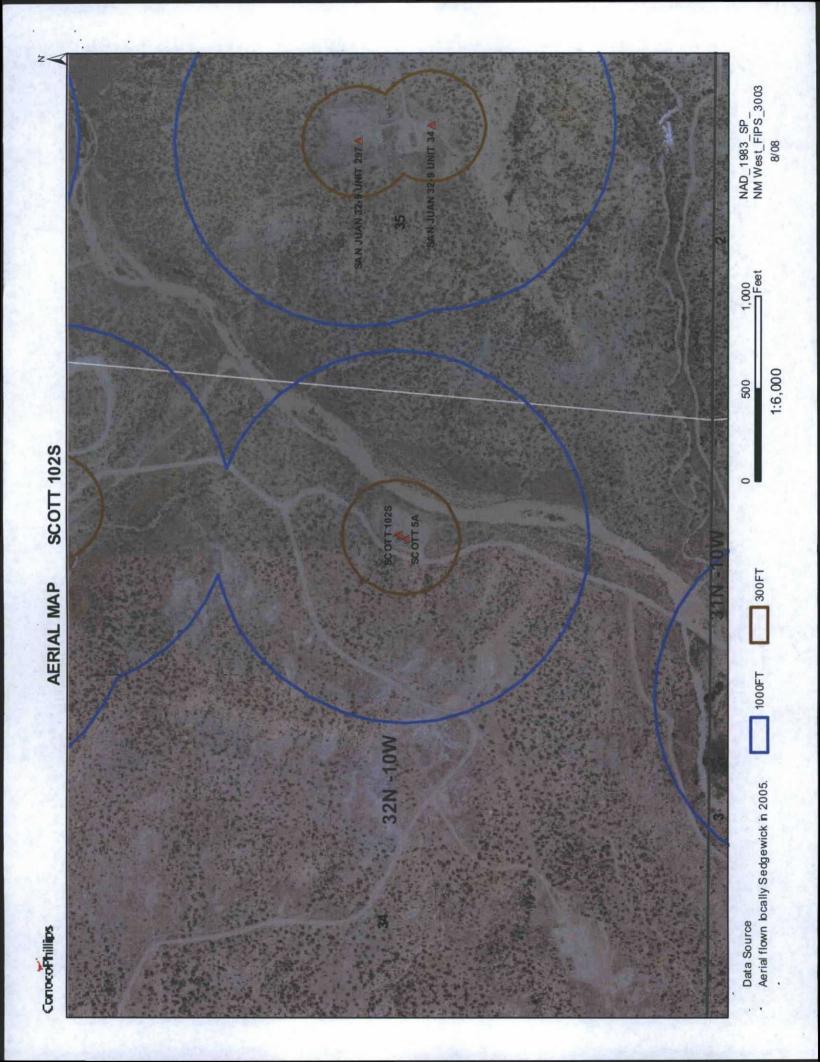
# WATER COLUMN REPORT 08/20/2008

	The same of the sa						3=SW 4=SE smallest			Depth	Depth	Water	(in	feet)	
POD Number	Tws	Rng					Zone	x	Y	Well	Water	Column	,		
SJ 01424	32N	10W						7.5	_	164	94	70			
SJ 00528	32N	10W		1	1	2				240	100	140			
SJ 00263	32N	10W			2					108	50	58			
SJ 01177	32N	10W		3						83	38	45			
SJ 01688	32N	10W			3	3				23	6	17			
SJ 01153	32N	10W		1						100	47	53			
SJ 03078	32N	10W	15	1	2	2				21	18	3			
SJ 03527	32N	10W	15		4					80					
SJ 01290	32N	10W	15	3						105	20	85			
SJ 02845	32N	10W	15	3	2	3				11	5	6			
SJ 01157	32N	10W	15	4	2										
SJ 03429	32N	10W	20	3	1	3				103	54	49			
SJ 02144	32N	10W								87	62	25			
SJ 01512	32N	10W	21	2	3					77	67	10			
SJ 00446	32N	10W	21	2	3	4				76	60	16			
SJ 03483	32N	10W	21	2	4	1				90					
SJ 02381	32N	10W	21	2	4	3				65					
SJ 01435	32N	10W	21	4	3					70	40	30			
SJ 00489	32N	10W	21	4	4	1				65	30	35			
SJ 03072	32N	10W	22	1	1	1				80	62	18			
SJ 02980	32N	10W	22	1	1	3				65	36	29			
SJ 03307	32N	10W	22	1	1	4				60	20	40			
SJ 03000	32N	10W	22	1	1	4				105	19	86			
SJ 00153	32N	10W	28	4	1					23	14	9			
SJ 01356	32N	10W	31	3	3					65	50	15			
SJ 00323	32N	10W	33							25	15	10			
SJ 01546	32N	10W	33	2	2	3				230	160	70			
SJ 01897	32N	10W	33	2	4					54	25	29			
SJ 00231	32N	10W	33	4						50	27	23			
SJ 01346	32N	10W		4	1					70	40	30			
SJ 01222	32N	10W		4	1					41	34	7			
SJ 02733	32N	10W			1	3				28	16	12			

SJ 00860	32N	10W	33	4	2				70	28	42
SJ 01110	32N	10W	33	4	2	4			60	20	40
SJ 01577	32N	10W	33	4	3				44	20	24
SJ 03495	32N	10W	33	4	3	3			40	6	34
SJ 03568	32N	10W	33	4	3	3			80	8	72
SJ 03778 POD1	32N	10W	33	4	3	4	270831	2159896	60	30	30
SJ 02789	32N	10W	33	4	4	4			31	18	13
SJ 00718	32N	10W	34	1	3				31	13	18
SJ 00586	32N	10W	34	3					34	8	26
SJ 00534	32N	10W	34	3					28	12	16
SJ 01490	32N	10W	34	3	1				48	20	28
SJ 01029	32N	10W	34	3	1				31	7	24
SJ 03067	32N	10W	34	3	1	1			20		
SJ 02809	32N	10W	34	3	1	1			30		
SJ 03672	32N	10W	34	3	1	2			25	10	15
SJ 02757	32N	10W	34	3	1	2			29	12	17
SJ 03068	32N	10W	34	3	1	4			35		
SJ 00921	32N	10W	34	3	3	1			60	40	20
SJ 01389	32N	10W	34	3	3	1			35	6	29
SJ 03731 POD1	32N	10W	34	3	3	3			22	12	10

Record Count: 52

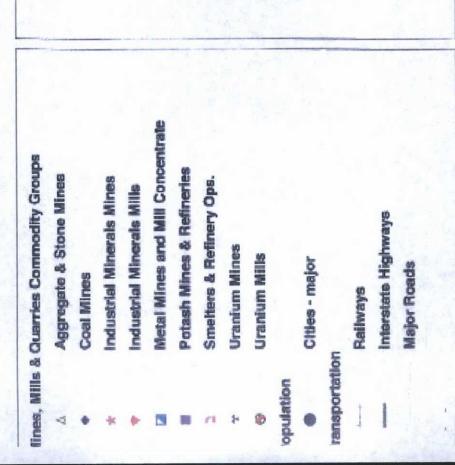


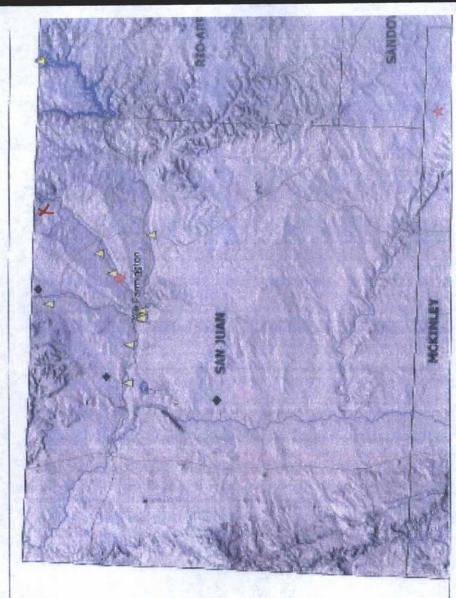


# Mines, Mills and Quarries Web Map

SCOTT 102S

Unit Letter: I, Section: 34, Town: 032N, Range: 010W









APPROXIMATE SCALE NATIONAL FLOOD INSURANCE PROGRAM 350064 0150 SAN JUAN COUNTY, NEW MEXICO UNINCORPORATED AREAS PANEL LOCATION PANEL 150 OF 1450 GEE MAP INDEX FOR PA **ZONE X** S 201 ZONEA **ZONE X** ZONE A CEDAR HILL ZONE A 28 HOLMBERG LAKE 5 **ZONE X** 

EFFECTIVE DATE: AUGUST 4, 1988 FLOOD INSURANCE RATE MAP MUNITY-PANEL NUMBER

### SCOTT 102S

Site Specific Hydrogeology

A visual site inspection confirming the information contained herein was performed on the well 'SCOTT 102S', which is located at 36.93909 degrees North latitude and 107.86416 degrees West longitude. This location is located on the Mount Nebo 7.5' USGS topographic quadrangle. This location is in section 34 of Township 32 North Range 10 West of the Public Land Survey System (New Mexico Principal Meridian). This location is located in San Juan County, New Mexico. The nearest town is Cedar Hill, located 1.4 miles to the west. The nearest large town (population greater than 10,000) is Durango, located 23.2 miles to the north (National Atlas). The nearest highway is US Highway 550, located 1.3 miles to the west. The location is on BLM land and is 1,836 feet from the edge of the parcel as notated in the BLM land status layer updated January 2008. This location is in the Animas. Colorado, New Mexico, Sub-basin. This location is located 1821 meters or 5972 feet above sea level and receives 13.5 inches of rain each year. The vegetation at this location is classified as Inter-Mountain Basins Greasewood Flat as per the Southwest Regional Gap Analysis Program.

The estimated depth to ground water at this point is 40 feet. This estimation is based on the data published on the New Mexico Engineer's iWaters Database website and water depth data from ConocoPhillips' Cathodic wells. Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. The nearest stream is 96 feet to the southeast and is classified by the USGS as an intermittent stream. The nearest perrenial stream is named Animas River and is 3,136 feet to the west. The nearest water body is 3,774 feet to the northwest. It is classified by the USGS as an intermittent lake and is 0.1 acres in size. The nearest spring is 2,366 feet to the southeast. All stream, river, water body and spring information was determined as per the USGS Hydrographic Dataset (High Resolution), downloaded 3/2008. The nearest water well is 2,884 feet to the west. There is no wetland data available for this area. The slope at this location is 2 degrees to the south as calculated from USGS 30M National Elevation Dataset. This information is also discerned from the aerial and topographic map included. The surface geology at this location is MODERN ALLUVIUM--Includes Piney Creek Alluvium and younger deposits with a Quaternary age younger alluvium and surficial deposits substrate. The soil at this location is 'Farb-Persayo-Rock outcrop complex, moderately steep' and is excessively drained and not hydric with severe erosion potential as taken from the NRCS SSURGO map unit, downloaded January 2008. The nearest underground mine is 2.3 miles to the northwest as indicated on the Mines, Mills and Quarries Map of New Mexico provided.

No Hydrogeologic data for this formation

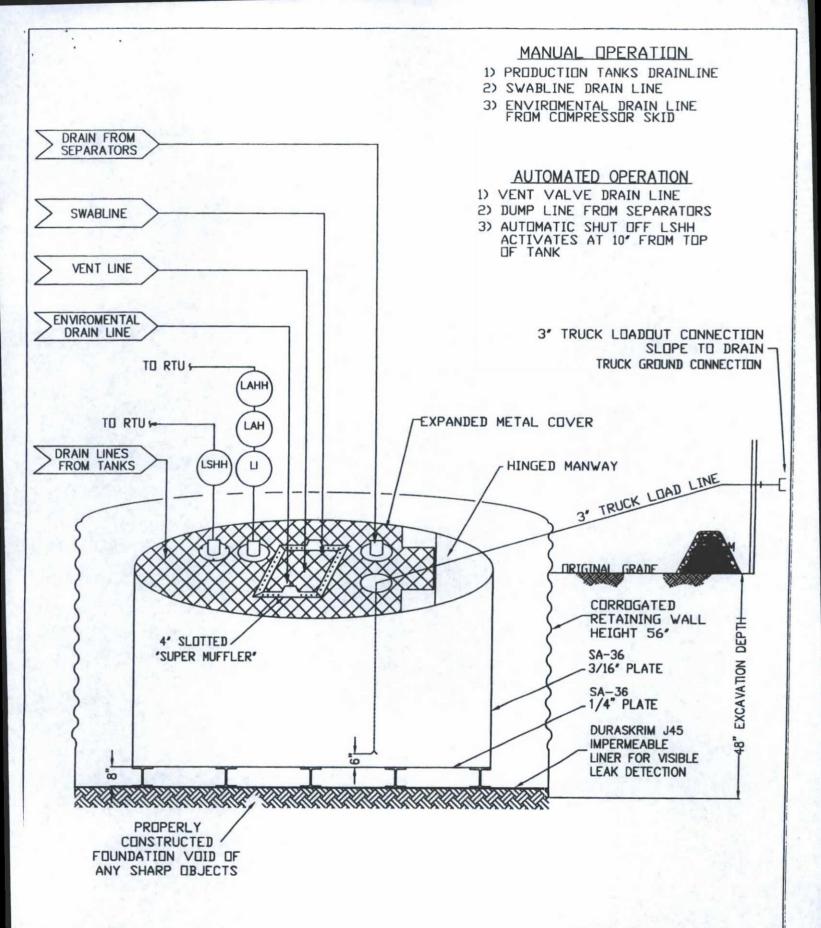
# Burlington Resources Oil & Gas Company, LP San Juan Basin Below Grade Tank Design and Construction

In accordance with NMAC 19.15.17 the following information describes the design and construction of below grade tanks on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all below grade tanks (BGT). A separate plan will be submitted for any BGT which does not conform to this plan.

# General Plan:

- BR will design and construct a properly sized and approved BGT which will contain liquids and should prevent contamination of fresh water to protect the public health and environment.
- BR signage will comply with 19.15.3.103 NMAC when BR is the operator. If BR is not the operator it will comply with 19.15.17.11NMAC. BR includes Emergency Contact information on all signage.
- 3. BR has approval to use alternative fencing that provides better protection. BR constructs fencing around the BGT using 4 foot hog wire fencing topped with two strands of barbed wire, or with a pipe top rail. A six foot chain link fence topped with three strands of barbed wire will be use if the well location is within 1000 feet of permanent residence, school, hospital, institution or church. BR ensures that all gates associated with the fence are closed and locked when responsible personnel are not onsite.
- 4. BR will construct a screened, expanded metal covering, on the top of the BGT.
- BR shall ensure that a below-grade tank is constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight as shown on design drawing and specification sheet.
- The BR below-grade tank system shall have a properly constructed foundation
  consisting of a level base free of rocks, debris, sharp edges or irregularities to
  prevent punctures, cracks or indentations of the liner or tank bottom as shown on
  design drawing.
- 7. BR shall operate and install the below-grade tank to prevent the collection of surface water run-on. BR has built in shut off devices that do not allow a belowgrade tank to overflow. BR constructs berms and corrugated retaining walls at least 6" above ground to keep from surface water run-on entering the below grade tank as shown on the design plan.
- 8. BR will construct and use a below-grade tank that does not have double walls. The below-grade tank's side walls will be open for visual inspection for leaks, the below-grade tank's bottom is elevated a minimum of six inches above the underlying ground surface and the below-grade tank is underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected.

- 9. BR has equipped the below-grade tanks with the ability to detect high level in the tank and provide alarm notification and shutdown process streams into the tank. Once high level is detected RTU logic closes the inlet separator sales valve and does not permit vent valve to open. This shutdown of the sales valve and gagging of the vent valves prevents any hydrocarbon process streams from entering the pit tank once a high level is detected. Furthermore, an electronic page is sent to the BR MSO for that well site and to the designated contract "Water-Hauling" Company indicating a high level and that action must be taken to address this alarm. The environmental drain line from BR's compressor skid under normal operating conditions is in the open position. The environmental drain line is in place to capture any collected rain water or spilled lubricants from our compressor skids. The swab drain line is a manually operated drain and by normal operating procedures is in the closed position. The tank drain line is also a manually operated drain and during normal operations it is in the closed position.
- 10. The geomembrane liner consists of a 45-mil flexible LLDPE material manufactured by Raven Industries as J45BB. This product is a four layer reinforced laminated containing no adhesives. The outer layers consist of a high strength polyethylene film manufactured using virgin grade resins and stabilizers for UV resistance in exposed applications. The J45BB is reinforced with 1300 denier (minimum) tri-directional scrim reinforcement. It exceeds ASTMD3083 standard by 10%. J45BB has a warranty for 20 years from Raven Industries and is attached. It is typically used in Brine Pond, Oilfield Pit liner and other industrial applications. The manufacture specific sheet is attached and the design attached displays the proper installation of the liner.
- The general specification for design and construction are attached in the BR document.



# ConocoPhillips

San Juan Business Unit

PRODUCED WATER PIT TANK
OPEN TOP GRAVITY FLOW TANK
INTERNALLY COATED WITH
12-14 MILS AMERON AMERCOAT 385

# DURA-SKRIM®

# J30, J36 & J45

PROPERTIES	TEST METHOD	J3	088	130	68 <b>6</b>	J45BB			
		Min. Roll Averages	Typical Roll Averages	Min. Roll Averages	Typical Roll Averages	Min. Roll Averages	Typical Rol Averages		
Appearance	16.0	Blac	k/Black	Black	/Black	Black	/Black		
Thickness	ASTM D 5199	27 mil	30 mil	32 mil	36 mil	40 mil	45 mil		
Weight Lbs Per MSF (oz/yd²)	ASTM D 5261	126 lbs (18.14)	140 lbs (20.16)	151 lbs (21.74)	168 lbs (24.19)	189 lbs (27.21)	210 lbs (30.24)		
Construction		**Extr	usion laminated	with encapsula	ited tri-direction	al scrim reinford	cement		
Ply Adhesion	ASTM D 413	16 lbs	20 lbs	19 lbs	24 lbs	25 lbs	31 lbs		
1" Tensile Strength	ASTM D 7003	88 lbf MD 63 lbf DD	110 lbf MD 79 lbf DD	90 lbf MD 70 lbf DD	113 lbf MD 87 lbf DD	110 lbf MD 84 lbf DD	138 lbf MD 105 lbf DD		
1" Tensile Elongation @ Break % (Film Break)	ASTM D 7003	550 MD 550 DD	750 MD 750 DD	550 MD 550 DD	750 MD 750 DD	550 MD 550 DD	750 MD 750 DD		
1" Tensile Elongation @ Peak % (Scrim Break)	ASTM D 7003	20 MD 20 DD	33 MD 33 DD	20 MD 20 DD	30 MD 31DD	20 MD 20 DD	36 MD 36 DD		
Tongue Tear Strength	ASTM D 5884	75 lbf MD 75 lbf DD	97 lbf MD 90 lbf DD	75 lbf MD 75 lbf DD	104 lbf MD 92 lbf DD	100 lbf MD 100 lbf DD	117 lbf MD 118 lbf DD		
Grab Tensile	ASTM D 7004	180 lbf MD 180 lbf DD	218 lbf MD 210 lbf DD	180 lbf MD 180 lbf DD	222 lbf MD 223 lbf DD	220 lbf MD 220 lbf DD	257 lbf MD 258 lbf DD		
Trapezoid Tear	ASTM D 4533	120 lbf MD 120 lbf DD	146 lbf MD 141 lbf DD	130 lbf MD 130 lbf DD	189 lbf MD 172 lbf DD	160 lbf MD 160 lbf DD	193 lbf MD 191 lbf DD		
* Dimensional Stability	ASTM D 1204	<1	<0.5	<1	<0.5	<1	<0.5		
Puncture Resistance	ASTM D 4833	50 lbf	64 lbf	65 lbf	83 lbf	80 lbf	99 lbf		
Maximum Use Temperature	27	180° F							
Minimum Use Temperature	3-17-5	-70° F							

MD = Machine Direction DD = Diagonal Directions



Note: Minimum Roll Averages are set to take into account product variability in addition to testing variability between laboratories.

\*Dimensional Stability Maximum Value

\*\*DURA-SKRIM J30BB, J36BB & J45BB are a four layer reinforced laminate containing no adhesives. The outer layers consist of a high strength polyethylene film manufactured using virgin grade resins and stabilizers for UV resistance in exposed applications. DURA-SKRIM J30BB, J36BB & J45BB are reinforced with a 1300 denier (minimum) tri-directional scrim reinforcement.

Note: RAVEN INDUSTRIES MAKES NO WARRANTIES AS TO THE FITNESS FOR A SPECIFIC USE OR MERCHANTABILITY OF PRODUCTS REFERRED TO, no guarantee of satisfactory results from reliance upon contained information or recommendations and disclaims all liability for resulting loss or damage.

# PLANT LOCATION

Sioux Falls, South Dakota

# SALES OFFICE

P.O. Box 5107 Sioux Falls, SD 57117-5107 (605) 335-0174 (605) 331-0333 FAX **800-635-3456** 

RAVEN

08/06

# RAVEN INDUSTRIES INC. EXPOSED GEOMEMBRANE LIMITED WARRANTY

Raven Industries Inc. warrants Dura-Skrim J30BB, J36BB, and J45BB to be free from manufacturing defects and to be able to withstand normal exposure to sunlight for a period of 20 years from the date of sale for normal use in approved applications in the U.S and Canada, excluding Hawaii. This warranty is effective for products sold and shipped from January 1, 2008 to December 31, 2008. These dates will be updated prior to December 31, 2008.

This Limited Warranty does not include damages or defects in the Raven geomembrane resulting from acts of God, casualty or catastrophe including but not limited to: earthquakes, floods, piercing hail, or tornadoes. The term "normal use" as used herein does not include, among other things improper handling during transportation, unloading, storage or installation, the exposure of Raven geomembranes to harmful chemicals, atypical atmospheric conditions, abuse of Raven geomembranes by machinery, equipment or people; improper site preparation or covering materials, excessive pressures or stresses from any source or improper application or installation. Raven geomembrane material warranty is intended for commercial use only and is not in effect for the consumer as defined in the Magnuson Moss Warranty or any similar federal, state, or local statues. The parties expressly agree that the sale hereunder is for commercial or industrial use only.

Should defects or premature loss of use within the scope of the above Limited Warranty occur, Raven Industries Inc. will, at its option, repair or replace the Raven geomembrane on a pro-rata basis at the then current price in such manner as to charge the Purchaser/User only for that portion of the warranted life which has elapsed since purchase of the material. Raven Industries Inc. will have the right to inspect and determine the cause of any alleged defect in the Raven geomembrane and to take appropriate steps to repair or replace the Raven geomembrane if a defect exists which is covered under this warranty. This Limited Warranty extends only to Raven's geomembrane, and does not extend to the installation service of third parties nor does it extend to materials furnished or installed by others in connection with the intended use of the Raven geomembranes.

Any claim for any alleged breach of this warranty must be made in writing, by certified mail, to the General Manager of Engineered Films Division of Raven Industries Inc. within ten (10) days of becoming aware of the alleged defect. Should the required notice not be given, the defect and all warranties are waived by the Purchaser, and Purchaser shall not have any rights under this warranty. Raven Industries Inc. shall not be obligated to perform repairs or replacements under this warranty unless and until the area to be repaired or replaced is clean, dry, and unencumbered. This includes, but is not limited to, the area made available for repair and/or replacement of Raven geomembrane to be free from all water, dirt, sludge, residuals and liquids of any kind. If after inspection it is determined that there is no claim under this Limited Warranty, Purchaser shall reimburse Raven Industries Inc. for its costs associated with the site inspection.

In the event the exclusive remedy provided herein fails in its essential purpose, and in that event only, the Purchaser shall be entitled to a return of the purchase price for so much of the material as Raven Industries Inc. determines to have violated the warranty provided herein. Raven Industries Inc. shall not be liable for direct, indirect, special, consequential or incidental damages resulting from a breach of this warranty including, but not limited to, damages for loss of production, lost profits, personal injury or property damage. Raven Industries Inc. shall not be obligated to reimburse Purchaser for any repairs, replacement, modifications or alterations made by Purchaser unless Raven Industries Inc. specifically authorized, in writing, said repairs, replacements, modifications or alteration in advance of them having been made. Raven Industry's liability under this warranty shall in no event exceed the replacement cost of the material sold to the Purchaser for the particular installation in which it failed.

Raven Industries Inc. neither assumes nor authorizes any person other than the undersigned of Raven Industries Inc. to assume for it any other or additional liability in connection with the Raven geomembrane made on the basis of the Limited Warranty. The Limited Warranty on the Raven geomembrane herein is given in lieu of all other possible material warranties, either expressed or implied, and by accepting delivery of the material; Purchaser waives all other possible warranties, except those specifically given. This Limited Warranty may only be modified by written document mutually executed by Owner and Raven Industries Inc.

Limited Warranty is extended to the purchaser/owner and is non-transferable and non-assignable; i.e., there are no third-party beneficiaries to this warranty.

Purchaser acknowledges by acceptance that the Limited Warranty given herein is accepted in preference to any and other possible materials warranties.

THIS LIMITED WARRANTY SHALL BE GOVERNED BY SOUTH DAKOTA LAW AND VENUE FOR ALL LEGAL PROCEEDINGS IN CONNECTION WITH THIS LIMITED WARRANTY SHALL BE IN MINNEHAHA COUNTY, SOUTH DAKOTA. RAVEN INDUSTRIES INC. MAKES NO WARRANTY OF ANY KIND OTHER THAN THAT GIVEN ABOVE AND HEREBY DISCLAIMS ALL WARRANTIES, BOTH EXPRESSED OR IMPLIED, OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE. THIS IS THE ONLY WARRANTY THAT APPLIES TO THE MATERIALS REFERRED TO HEREIN AND RAVEN INDUSTRIES INC. DISCLAIMS ANY LIABILITY FOR ANY WARRANTIES GIVEN BY ANY OTHER PERSON OR ENTITY, EITHER WRITTEN OR ORAL.

RAVEN INDUSTRIES' WARRANTY BECOMES AN OBLIGATION OF RAVEN INDUSTRIES INC. TO PERFORM UNDER THE WARRANTY ONLY UPON RECEIPT OF FINAL PAYMENT AND EXECUTION BY A DULY AUTHORIZED OFFICER OF RAVEN INDUSTRIES INC.

# Burlington Resources Oil & Gas Company, LP San Juan Basin Below Grade Tank Maintenance and Operating Plan

In accordance with Rule 19.15.17 the following information describes the operation and maintenance of Below Grade Tank (BGT) on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all BGT. A separate plan will be submitted for any BGT which does not conform to this plan.

### General Plan:

- BR will operate and maintain a BGT to contain liquids and solids and maintain
  the integrity of the liner, liner system and secondary containment system to
  prevent contamination of fresh water and protect public health and environment.
  BR will accomplish this by performing an inspection on a monthly basis, installing
  cathodic protection, and automatic overflow shutoff devices as seen on the
  design plan.
- 2. BR will not discharge into or store any hazardous waste in the BGT.
- 3. BR shall operate and install the below-grade tank to prevent the collection of surface water run-on. BR has built in shut off devices that do not allow a belowgrade tank to overflow. BR constructs berms and corrugated retaining walls at least 6" above ground to keep from surface water run-on entering the below grade tank as shown on the design plan.
- 4. As per 19.17.15.12 Subsection D, Paragraph 3, BR will inspect the below-grade tank at least monthly reviewing several items which include 1) containment berms adequate and no oil present, 2) tanks had no visible leaks or sign of corrosion, 3) tank valves, flanges, and hatches had no visible leaks and 4) no evidence of significant spillage of produced liquids. In addition, BR's multi-skilled operators (MSOs) are required to visit each well location once per week. If detected on either inspection, BR shall remove any visible or measurable layer of oil from the fluid surface of a below-grade tank in an effort to prevent significant accumulation of oil overtime. The written record of the monthly inspections will include the items listed above and will be maintained for five years.
- BR shall require and maintain a 10" adequate freeboard to prevent overtopping of the below-grade tank.
- 6. If the below grade tank develops a leak, or if any penetration of the pit liner or below grade tank, occurs below the liquid's surface, then BR shall remove all liquid above the damage or leak line within 48 hours. BR shall notify the appropriate district office. BR shall repair or replace the pit liner or below grade tank, within 48 hours of discovery. If the below grade tank or pit liner does not demonstrate integrity, BR shall promptly remove and install a below grade tank or pit liner that complies with Subsection I of 19.15.17.11 NMAC. BR shall notify the appropriate district office of a discovery of leaks less than 25 barrels as required pursuant to Subsection B of 19.15.3.116 NMAC shall be reported within twenty-four (24) hours of discovery of leaks greater than 25 barrels. In addition, immediate verbal notification pursuant to Subsection B, Paragraph (1), and Subparagraph (d) of 19.15.3.116 NMAC shall be reported to the division's Environmental Bureau Chief.

# Burlington Resources Oil & Gas Company, LP San Juan Basin Below Grade Tank Closure Plan

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of Below Grade Tanks (BGTs) on Burlington Resources Oil & Gas Company, LP locations hereinafter known as BR locations. This is BR's standard procedure for all BGTs. A separate plan will be submitted for any BGT which does not conform to this plan.

# General Requirements:

- 1. BR shall close a below-grade tank within the time periods provided in Subsection A of 19.15.17.13 NMAC. This will include a) below-grade tanks that do 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, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC; b) permitted below-grade tanks within 60 days of cessation of the below-grade tank's operation., or c) an earlier date that the division requires because of imminent danger to fresh water, public health or the environment. For any closure, BR will file the C144 Closure Report as required.
- 2. BR shall remove liquids and sludge from a below-grade tank prior to implementing a closure method and shall dispose of the liquids and sludge in a division-approved facility. The facilities to be used will be Basin Disposal (Permit #NM-01-005) and Envirotech Land Farm (Permit #NM-01-011). The liner after being cleaned well (Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC) will be disposed of at the San Juan County Regional Landfill located on CR 3100.
- 3. BR will receive prior approval to remove the below-grade tank and dispose of it in a division-approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves. Documentation of how the below-grade tank was disposed of or recycled will be provided in the closure report.
- If there is any on-site equipment associated with a below-grade tank, then BR shall remove the equipment, unless the equipment is required for some other purpose.
- 5. BR shall test the soils beneath the below-grade tank to determine whether a release has occurred. BR shall collect, at a minimum, a five point, composite sample; collect individual grab samples from any area that is wet, discolored or showing other evidence of a release; and analyze for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100 mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. BR shall notify the division of its results on form C-141.
- If BR or the division determines that a release has occurred, then BR shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.

- 7. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, then BR shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; recontour and re-vegetate the site.
- 8. Notice of Closure will be given prior to closure to the Aztec Division office between 72 hours and one week via email or verbally. The notification of closure will include the following:
  - i. Operator's name
  - Location by Unit Letter, Section, Township, and Range. Well name and API number.
- The surface owner shall be notified of BR's closing of the below-grade tank prior to closure as per the approved closure plan via certified mail, return receipt requested.
- 10. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 11. BR shall seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM stipulated seed mixes will used on federally jurisdicted lands and division-approved seed mixtures (administratively approved if required) will be utilized on all State or private lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. If alternate seed mix is required by the state, private owner or tribe, it will be implemented with administrative approval if needed. BR will repeat seeding or planting will be continued until successful vegetative growth occurs.
- 12. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.
- 13. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the belowgrade tank. Closure report will be filed on C-144 and incorporate the following:
  - Soil Backfilling and Cover Installation
  - Re-vegetation application rates and seeding techniques
  - Photo documentation of the site reclamation
  - Confirmation Sampling Results
  - Proof of closure notice

# OCD Aztec District III Conoco Phillips/Burlington Checklist Below Grade Tank Registration

19.15.17.9 Permit application	
Signed C-144 (Page 5 of C-144)	
✓ Site Specific Hydrogeology	
19.15.17.10 Siting requirements	
New Mexico Office of State Engineer attachment	
USGS TOPO map	
Aerial Map	
Mines, Mills and Quarries Web Map	
FIRM map (flood insurance rate map from Federal Emergency Mai	nagement Agency)
40.45.47.44 Davies Diss. Contacts	
19.15.17.11 Design Plan Contents	
Below Grade Tank Design and Construction Plan.	
19.15.17.12 Operating and Maintenance Plan	
J Below Grade Tank Operating and Maintenance Plan	
19.15.17.13 Closure Plan	
Below Grade Tank Closure Plan	
Requirements:	
Registration Date: 2/15/2016	