District I

1625 N French Dr , Hobbs, NM 88240

<u>District II</u> 1301 W Grand Ave , Artesia, NM 88210 <u>District III</u>

1000 Rio Brazos Rd , 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

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

July 21, 2008

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

Form C-144

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

## <u>Pit, Closed-Loop System, Below-Grade Tank, or</u> <u>Proposed Alternative Method Permit or Closure Plan Application</u>

Closure of a pit, closed-loop sy  Modification to an existing per	r an existing permitted or non-permitted pit, closed-loop system, alternative method  dual pit, closed-loop system, below-grade tank or alternative request ability should operations result in pollution of surface water, ground water or the
Facility or well name: San Juan 32-7 Unit 24N	
API Number: 30-045-34367	OCD Permit Number.
U/L or Qtr/Qtr:     K(NE/SW)     Section:     21     Township:     32N       Center of Proposed Design:     Latitude:     36.963931°N       Surface Owner:     Federal     State     X     Private     T	Range: 7W County: San Juan  Longitude: 107.575039°W NAD: 1927 X 1983  Tribal Trust or Indian Allotment
X   Pit: Subsection F or G of 19.15.17.11 NMAC    Temporary:   X   Drilling   Workover     Permanent   Emergency   Cavitation   P&A     X   Lined   Unlined   Liner type: Thickness   12   mil     X   String-Reinforced     Liner Seams.   X   Welded   X   Factory   Other	X         LLDPE         HDPE         PVC         Other
Closed-loop System: Subsection H of 19.15.17.11 NMAC  Type of Operation: P&A Drilling a new well Workover of notice of in  Drying Pad Above Ground Steel Tanks Haul-off Bins  Lined Unlined Liner type Thickness mil  Liner Seams Welded Factory Other	or Drilling (Applies to activities which require prior approval of a permit or tent)  Other  LLDPE HDPE PVD Other
	er, 6-inch lift and automatic overflow shut-off  ther  Other
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 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, institution or church)  Four foot height, four strands of barbed wire evenly spaced between one and four feet  X Alternate Please specify  4' hogwire fence with a single strand of barbed wire on top.					
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)  Screen Netting Other  Monthly inspections (If netting or screening is not physically feasible)		• • •			
Signs: Subsection C of 19 15.17.11 NMAC  12" X 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers  X Signed in compliance with 19.15.3.103 NMAC					
Administrative Approvals and Exceptions:  Justifications and/or demonstrations of equivalency are required. Please refer to 19.15 17 NMAC for guidance.  Please check a box if one or more of the following is requested, if not leave blank:  Administrative approval(s) Requests must be submitted to the appropriate division district of the Santa Fe Environmental Bureau office for consideration of approval.	ideration of ap	pproval.			
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					
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	X No			
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				
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image  Within 1000 feet from a parameter residence school baselful institution or church in existence at the time of initial application	 	□No			
(Applied to permanent pits)					
<ul> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> <li>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.</li> </ul>	Yes	XNo			
- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site.					
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended					
<ul> <li>Written confirmation or verification from the municipality; Written approval obtained from the municipality</li> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	Yes	XNo			
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.  - 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	Yes	XNo			

Temporary Pits, Emergency Pits and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15 17.9 NMAC
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC    X   Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9
Tryunogeologic Data (Temporary and Emergency Fits) - based upon the requirements of 19 15.17.10 NMAC
X Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
X Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
X Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17 13 NMAC
Previously Approved Design (attach copy of design)  API or Permit
12
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19 15.17 9 NMAC  Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.  Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15 17.9
Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17 10 NMAC
Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15 17.12 NMAC
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 15 17.9
NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design)  API
Previously Approved Operating and Maintenance Plan API
13
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.
Hydrogeologic Report - based upon the requirements of Paragraph (I) of Subsection B of 19.15.17.9 NMAC
Situng Criteria Compliance Demonstrations - based upon the appropriate requirements of 19 15.17.10 NMAC  Climatological Factors Assessment
Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC
Dike Protection and Structural Integrity Design: based upon the appropriate requirements of 19.15.17.11 NMAC
Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC
Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC
Quality Control/Quality Assurance Construction and Installation Plan
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15 17.12 NMAC
Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15 17.11 NMAC
Nuisance or Hazardous Odors, including H2S, Prevention Plan
Emergency Response Plan
Oil Field Waste Stream Characterization  Monitoring and Inspection Plan
Erosion Control Plan
Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
14
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 X Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System
Alternative   Proposed Closure Method:   Waste Excavation and Removal
Waste Removal (Closed-loop systems only)
X On-site Closure Method (only for temporary pits and closed-loop systems)
X In-place Burial On-site Trench
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
15
Waste Excavation and Removal Closure Plan Checklist: (19 15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan.
Please indicate, by a check mark in the box, that the documents are attached.  Described and Procedures has advisor the convergence of 10 15 17 13 NIMAC.
Protocols and Procedures - based upon the appropriate requirements of 19 15.17.13 NMAC  Confirmation Sampling Plan (if applicable), based upon the appropriate requirements of Subsection F of 10 15 17 13 NMAC
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19 15.17.13 NMAC  Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)
Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17 13 NMAC
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

Form C-144 Oil Conservation Division Page 3 of 5

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Instructions: Please identify the facility or facilities for the disposal of liquids, drilling f	Tanks or Haul-off Bins Only: (19 15.17.13 D NMAC)	a dities			
are required	inius and arm chinings. Ose andenment y more man two ju	ciiiics			
Disposal Facility Name.	Disposal Facility Permit #				
Disposal Facility Name:	Disposal Facility Permit #-				
Will any of the proposed closed-loop system operations and associated activities  Yes (If yes, please provide the information No	occur on or in areas that will not be used for future se	rvice and opera	ations?		
Required for impacted areas which will not be used for future service and operations.  Soil Backfill and Cover Design Specification - based upon the appropriat  Re-vegetation Plan - based upon the appropriate requirements of Subsect  Site Reclamation Plan - based upon the appropriate requirements of Subsect	ion I of 19.15.17.13 NMAC	2			
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 Recertain siting criteria may require administrative approval from the appropriate district office of for consideration of approval Justifications and/or demonstrations of equivalency are required.	ecommendations of acceptable source material are provided belov r may be considered an exception which must be submitted to the S	-			
Ground water is less than 50 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search, USGS: Data obtain	ned from nearby wells	Yes N/A	XNo		
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - IWATERS database search; USGS; Data obtain	ned from nearby wells	Yes	X 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 obtain	ned from nearby wells	X Yes	No		
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other signification (measured from the ordinary high-water mark).	Yes	XNo			
- Topographic map; Visual inspection (certification) of the proposed site					
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	xistence at the time of initial application	∐Yes	X No		
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal fee of any other fresh water well or spring, in existence at the time of the initial application.  - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site					
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approval obtained from the municipality					
Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspe	ction (certification) of the proposed site	Yes	XNo		
Within the area overlying a subsurface mine Written confirantion or verification or map from the NM EMNRD-Mining and M	Yes	X No			
Within an unstable area Engineering measures incorporated into the design; NM Bureau of Geology & Mir	Yes	XNo			
Topographic map Within a 100-year floodplain FEMA map	Yes	X 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	e plan. Please	indicate,		
X Siting Criteria Compliance Demonstrations - based upon the appropriate	requirements of 19.15.17.10 NMAC				
X Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19 15.17 13 NMAC					
Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC					
Construction/Design Plan of Temporary Pit (for in place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.11 NMAC					
Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC					
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19 15 17.13 NMAC					
X Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17 13 NMAC					
X Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)					
X Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC X Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17 13 NMAC					
X Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC					

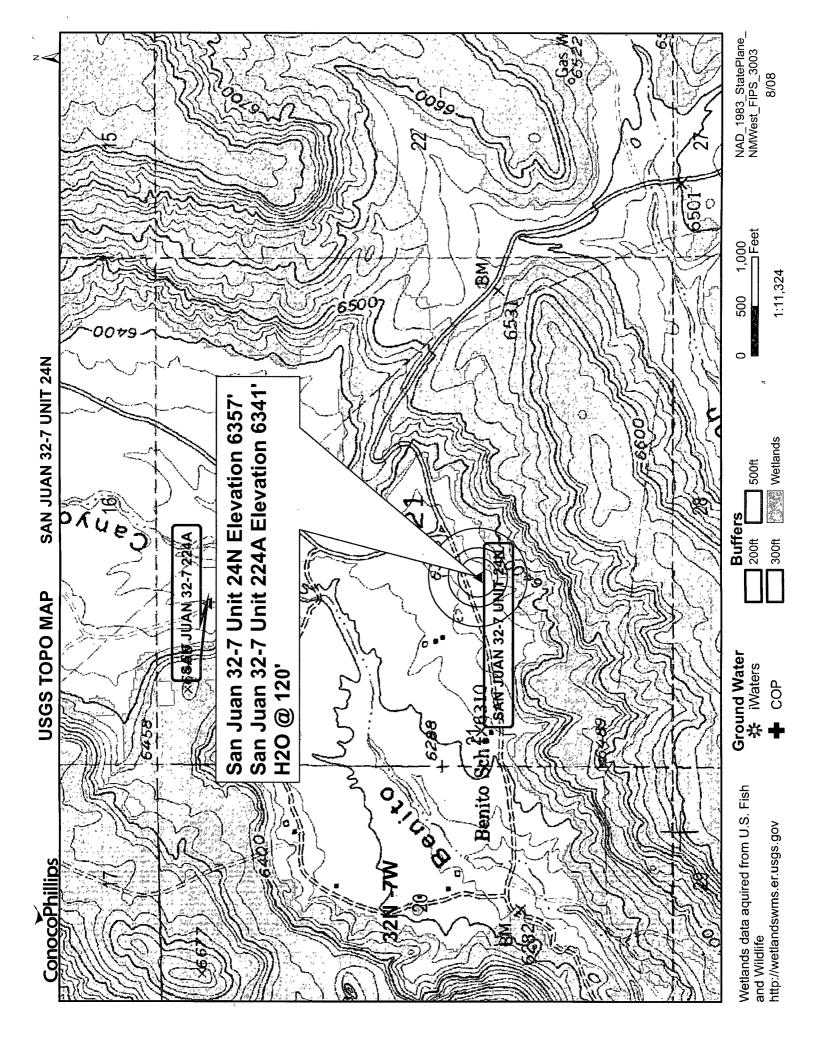
Form C-144 Oil Conservation Division Page 4 of 5

19 Operator Application Certification:	
I hereby certify that the information submitted with this application is true, accurate	and complete to the best of my knowledge and belief.
Name (Print): Ethel Tally	Title: Staff Regulatory Technician
Signature: Chel Telly	Date
e-mail address: Ethel Tally@ConocoPhillips.com	Telephone: 505-599-4027
20 OCD Approval: Eermit Application (including closure plan)	Closure Plan (only) OCD Conditions (see attachment)
	24
OCD Representative Signature:	Approval Date: /O-Q1-08
Title: Envirolspec	OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection Instructions. Operators are required to obtain an approved closure plan prior to impreport is required to be submitted to the division within 60 days of the completion of approved closure plan has been obtained and the closure activities have been completed to the division within 60 days of the completion of approved closure plan has been obtained and the closure activities have been completed.	plementing any closure activities and submutting the closure report. The closure the closure activities. Please do not complete this section of the form until an
22	
Closure Method:	
	Alternative Closure Method Waste Removal (Closed-loop systems only)
If different from approved plan, please explain	
23 <u>Closure Report Regarding Waste Removal Closure For Closed-loop Systems Th.</u> Instructions: Please identify the facility or facilities for where the liquids, drilling J. were utilized.	
Disposal Facility Name:	Disposal Facility Permit Number:
Disposal Facility Name:	Disposal Facility Permit Number.
Were the closed-loop system operations and associated activities performed on or	·
Yes (If yes, please demonstrate compliane to the items below)	
Required for impacted areas which will not be used for future service and operated.  Site Reclamation (Photo Documentation)	ions:
Soil Backfilling and Cover Installation	
Re-vegetation Application Rates and Seeding Technique	
24	
Closure Report Attachment Checklist: Instructions: Each of the following	g 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)	•
	Longitude NAD 1927 1983
25	
Operator Closure Certification:	ort is ture, accurate and complete to the best of my knowledge and belief. I also certify that ed in the approved closure plan.
Name (Print).	Title
Signature:	Date
e-mail address:	Telephone:

Form C-144 Oil Conservation Division

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

Township: 321	N Range: 07W	Sections: 15	5.16.17.20.2	1.22.27.28.2	29	According to the second
		•	, .		- · ·	
NAD27 X:	Y:	Zone:	S	earch Radiu	ıs:	
County:	Basin:			Number:	Suffi	x:
Owner Name: (First)	(La	ast)	0	Non-Dome	estic ODom	estic
POD /	Surface Data Report	er Column Repo		Water Repor	t in in i	
	Clear Form	iWATERS.M	enu H	elp		
,	WA	TER COLUMN	REPORT 10	/07/2008		
· ·	ers are 1=NW 2= ers are biggest		•	De	pth Depth	₩ate
· <del>-</del>	s Rng Sec q q		•	Y We		Colum
No Pogorda found try	again					



Elevation 6341'

### OCD CATHODIC PROTECTION DEEPWELL GROUNDBED REPORT DATA SHEET: NORTHWESTERN NEW MEXICO

OPERATOR: ConocoPhillips CO.

SUBMIT 2 COPIES TO O.C.D. AZTEC OFFICE

FARMINGTON, NM 87401 PHONE: 599-3400

LOCATION INFORMATION	API Number	30-045-31201
WELL NAME OR PIPELINE SERVED: 32-7 224A	LEGAL LOCATION: C 21 32 7	7 INSTALLATION DATE 7/18/2003
PPCQ. RECTIFIER NO.: FM-795 ADDITIONAL WELLS:	NO	
TYPE OF LEASE: FEE(PRIVATE) LEASE	NUMBER:	
GROUND BED INFORMATION		·
TOTAL DEPTH: 340 CASING DIAMETER: 8-IN	TYPE OF CASING: PVC CASING	DEPTH: 20' CASING CEMENTED:
TOP ANODE DEPTH: 170 BOTTOM ANODE DEPTH: 3	330	
<b>ANODE DEPTHS:</b> 170,180,245,255,280	,290,300,310,320,330	
AMOUNT OF COKE 2500#		
GAS DEPTH: CEMENT PLUGS: NONE		
OTHER INFORMATION		
TOP OF VENT PERFORATIONS: 120 VENT PIPE DEPTIL	340	
REMARKS: NEW 2003		FEB 2004

IF ANY OF THE ABOVE DATA IS UNAVAILABLE, PLEASE INDICATE SO. COPIES OF ALL LOGS, INCLUDING DRILLERS LOGS, WATER ANALYSIS, AND WELL BORE SCHEMATICS SHOULD BE SUBMITTED WHEN AVAILABLE. UNPLUGGED UNABANDONED WELLS ARE TO BE INCLUDED.

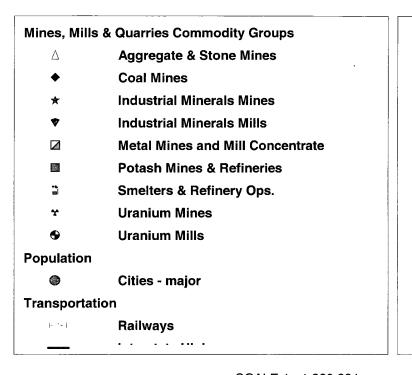
\*- LAND TYPE MAY BE SHOWN: F-FEDERAL; I-INDIAN; S-STATE; P-FEE IF FEDERAL OR INDIAN, ADD LEASE NUMBER.

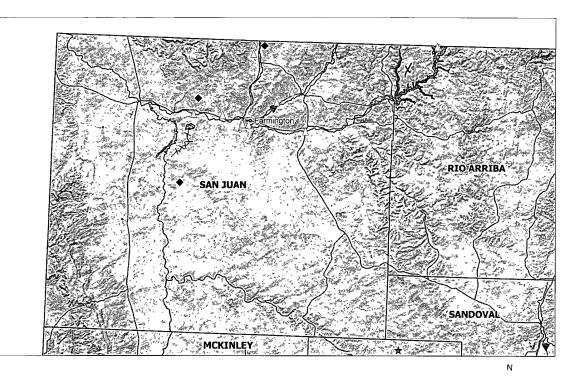
 Data Source
 0
 500
 1,000
 NAD\_1983\_SP\_

 Aerial flown locally Sedgewick in 2005.
 1000ft
 300ft
 1:6,000
 NM West\_FIPS\_3003

 7/08
 7/08

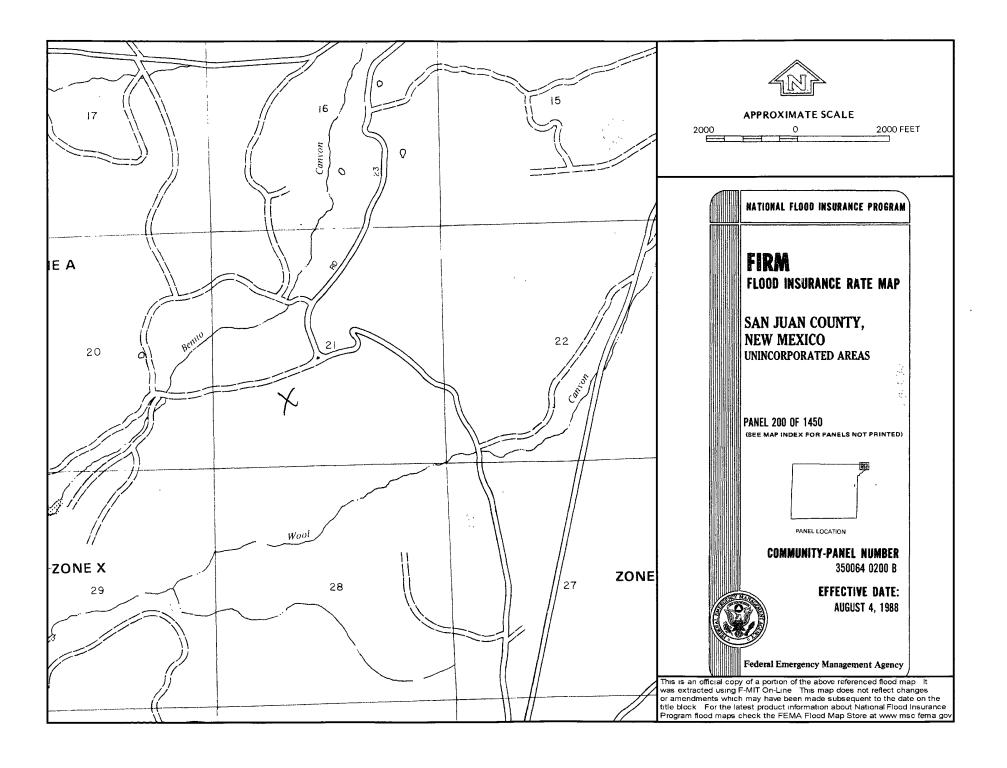
## SJ 32-7 UNIT 24N / MINES, MILLS AND QUARRIES MAP











#### Siting Criteria Compliance Demonstration & Hydro Geologic Analysis

The San Juan 24N is not located in an unstable area. The location is not over a mine and is not on the side of a hill as indicated on the Mines, Mills and Quarries Map and Topographic Map. The location of the excavated pit material will not be located within 300' of any continuously flowing watercourse or 200' from any other watercourse as indicated on the Topographic Map. The location is not within a 100-year floodplain area as indicated on the FEMA Map. The groundwater depth is considered to be greater than 100' as determined by the topographic map and the Cathodic well data from the San Juan 32-7 Unit 224A with an elevation of 6341' and groundwater depth of 120'. The subject well has an elevation of 6357' which is greater than the San Juan 32-7 Unit 224A, therefore the groundwater depth is greater than 100'. Using this cathodic data point provided the indication of groundwater depth and the San Jose formation will create a stable area for this new location.

#### Hydrogeological report for San Juan 32-7 Unit 24N

#### Regional Hydrogeological context:

The San Jose Formation of Eocene age occurs in New Mexico and Colorado, and its outcrop forms the land surface over much of the eastern half of the central basin. It overlies the Nacimiento Formation in the area generally south of the Colorado-New Mexico State line and overlies the Animas Formation in the area generally north of the State line.

The San Jose Formation was deposited in various fluvial-type environments. In general, the unit consists of an interbedded sequence of sandstone, siltstone, and variegated shale. Thickness of the San Jose Formation generally increases from west to east (200 feet in the west and south to almost 2,700 feet in the center of the structural basin). Ground water is associated with alluvial and fluvial sandstone aquifers. Thus, the occurrence of ground water is mainly controlled by the distribution of sandstone in the formation. The distribution of such sandstone is the result of original depositional extent plus any post-depositional modifications, namely erosion and structural deformation. Transmissivity data for San Jose Formation are minimal. Values of 40 and 120 feet squared per day were determined from two aquifer tests (Stone et al, 1983, table 5). The reported or measured discharge from 46 water wells completed in San Jose Formation ranges from 0.15 to 61 gallons per minute and the median is 5 gallons per minute. Most of the wells provide water for livestock and domestic use.

The San Jose Formation is a very suitable unit for recharge from precipitation because soils that form on the unit are sandy and highly permeable and therefore readily adsorb precipitation. However, low annual precipitation, relatively high transpiration and evaporation rates, and deep dissection of the San Jose Formation by the San Juan River and its tributaries all tend to reduce the effective recharge to the unit.

Stone et al., 1983, Hydrogeology and Water Resources of the San Juan Basin, New Mexico: Socorro, New Mexico Bureau of Mines and Mineral Resources Hydrologic Report 6, 70 p.



Mary Kay Cornwall
Staff Associate
Property Tax, Real Estate, ROW & Claims

ConocoPhillips Company PO Box 4289 Farmington, NM 87499-1429 (505) 324-6106 (505) 324-6136

October 7, 2008

#### VIA CERTIFIED MAIL – RETURN RECEIPT REQUESTED

7192-3496-0010-0027-3220

Tazz Construction, Inc. 15729 Crabbs Branch Way Derwood, MA 20855-0855

Re:

San Juan 32-7 24M

SW Section 21, T32N, R7W San Juan County, New Mexico

Dear Landowner:

Pursuant to Paragraph 1 (b) of Subsection F of 19.15.17.13 NMAC, an operator shall provide the surface owner notification of the operator's proposal to close a temporary pit on-site in compliance with the on-site closure methods specified in the same Subsection of the NMAC. In compliance of this requirement, please consider this notification of ConocoPhillips' intent to close the temporary pit on the above referenced location.

If you have any questions, please contact Sterling Walker @ (505)324-6184.

Sincerely,

Mary Kay Cornwall

Mary Kay Cornwall Staff Associate, PTRRC District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, 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 & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

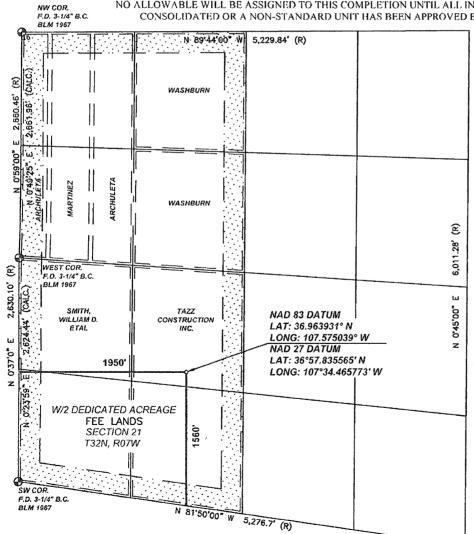
Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

☐ AMMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

1 A	PI Number		2	Pool Code	***************************************	<sup>3</sup> Pool Name PICTURED CLIFF / MESAVERDE			DE
<sup>4</sup> Property Cod	e					5 Property Name         6 Well Number           SAN JUAN 32-7 UNIT         24N			
<sup>7</sup> OGRID No	). 			C	8 Operator Name 9 Elevation CONOCOPHILLIPS COMPANY 6357				
					10 SURFACE I	.OCATION			
UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
К	21	32-N	7-W		1560	SOUTH	1950	WEST	SAN JUAN
	11 Bottom Hole Location If Different From Surface								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 320	<sup>13</sup> Joint o	or Infill 14 C	onsolidation	Code 15	Orđer No.				

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



## **OPERATOR CERTIFICATION** I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered he the division Signature Printed Name Title and E-mail Address 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys inside by me or under my supervision and that the same is true and correct to the best of my belief Date of Survey: 11/14/06 Signature and Seal of Professional Surveyor. A TOPING Certificate Number: NM 11393

# ConocoPhillips Company San Juan Basin Closure Plan

In accordance with Rule 19.15.17.12 NMAC the following information describes the closure requirements of temporary pits on ConocoPhillips Company (COPC) locations. This is COPC's standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

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 pit closure. Closure report will be filed on C-144 and incorporate the following:

- Details on Capping and Covering, where applicable.
- Plot Plan (Pit Diagram)
- Inspection Reports
- Sampling Results
- C-105
- Copy of Deed Notice will be filed with County Clerk

#### **General Plan:**

- 1. All free standing liquids will be removed at the start of the pit closure process from the pit and disposed of in a division—approved facility or recycle, reuse or reclaim the liquids in a manner that the appropriate division district office approves. The facilities to be used will be Basin Disposal (Permit #NM-01-005) and Envirotech Land Farm (Permit #NM-01-011).
- 2. The preferred method of closure for all temporary pits will be on-site burial, assuming that all the criteria listed in sub-section (B) of 19.15.17.13 are met.
- 3. The surface owner shall be notified of COPC's closing of the temporary pit prior to closure as per the approved closure plan via certified mail, return receipt requested.
- 4. Within 6 months of the Rig Off status occurring COPC will ensure that temporary pits are closed, re-contoured, and reseeded.
- 5. 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
  - ii. Location by Unit Letter, Section, Township, and Range. Well name and API number.
- 6. Liner of temporary pit shall be removed above "mud level" after stabilization. Removal of liner will consist of manually or mechanically cutting liner at mud level and removing all remaining liner. Care will be taken to remove "All" of the liner i.e., edges of liner entrenched or buried. All excessive liner will be disposed of at the San Juan County Landfill located on CR 3100.
- 7. Pit contents shall be mixed with non-waste containing, earthen material in order to achieve the solidification process. The solidification process will be accomplished using a combination of natural drying and mechanically mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed a safe and stable. The mixing ratio shall not exceed 3 parts clean soil to 1 part pit contents.
- 8. A five point composite sample will be taken of the pit using sampling tools and all samples tested per Subsection B of 19.15.17.13(B)(1)(b). In the event that the criteria are not met, all contents will be handled per Subparagraph (a) of Paragraph (1) of Subsection B of 19.15.17.13 i.e., Dig and haul.

Components	Tests Method	Limit (mg/Kg)
Benzene	EPA SW-846 8021B or 8260B	0.2
BTEX	EPA SW-846 8021B or 8260B	50
TPH	EPA SW-846 418.1	2500
GRO/DRO	EPA SW-846 8015M	500
Chlorides	EPA 300.1	(1000)/500

- 9. Upon completion of solidification and testing standards being passed, the pit area will be backfilled with compacted, non-waste containing, earthen material. 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. If standard testing fails COPC will dig and haul all contents pursuant to 19.15.17.13.i.a. After doing such, confirmation sampling will be conducted to ensure a release has not occurred.
- 10. During the stabilization process if the liner is ripped by equipment the Aztec OCD office will be notified within 48 hours and the liner will be repaired if possible. If the liner can not be repaired then all contents will be excavated and removed.
- 11. Dig and Haul Material will be transported to the Envirotech Land Farm located 16 miles south of Bloomfield on Angel Peak Road, CR 7175. Permit # NM010011
- 12. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Reshaping 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.
- 13. Notification will be sent to OCD when the reclaimed area is seeded.
- 14. COPC 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 or Forest Service stipulated seed mixes will used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (unimpacted) 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. Repeat seeding or planting will be continued until successful vegetative growth occurs.

Туре	Variety or Cultivator	PLS/A		
Western wheatgrass	Arriba	3.0		
Indian ricegrass	Paloma or Rimrock	3.0		
Slender wheatgrass	San Luis	2.0		
Crested wheatgrass	Hy-crest	3.0		
Bottlebrush Squirreltail	Unknown	2.0		
Four-wing Saltbrush	Delar	.25		

Species shall be planted in pounds of pure live seed per acre: Present Pure Live Seed (PLS) = Purity X Germination/100 Two lots of seed can be compared on the basis of PLS as follows:

Source No. One (poor quality)
Purity
50 percent
Germination
Percent PLS
20 percent
Source No. two (better quality)
Purity
80 percent
Germination
63 percent
Percent PLS
50 percent

5 lb. bulk seed required to make 2 lb. bulk seed required to make

1 lb. PLS 1 lb. PLS

15. The temporary pit will be located with a steel marker, no less than four inches in diameter, cemented in a hole three feet deep in the center of the onsite burial upon the abandonment of all the wells on the pad. The marker will be flush with the ground to allow access of the active well pad and for safety concerns. The marker will include a threaded collar to be used for future abandonment. The top of the marker will contain a welded steel 12" square plate that indicates the onsite burial of the temporary pit. The plate will be easily removable and a four foot tall riser will be threaded into the top of the collar marker and welded around the base with the operator's information at the time of all wells on the pad are abandoned. The operator's information will include the following: Operator Name, Lease Name, Well Name and number, Unit Number, Section, Township, Range and an indicator that the marker is an onsite burial location.