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

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

Form C-144 Revised April 3, 2017 porary pits, below-grade tanks, and

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.

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

Type of action: Below grade tank registration Permit of a pit or proposed alternative many controls. Closure of a pit, below-grade tank, or proposed alternative many closure plan only submitted for an exist or proposed alternative method. Instructions: Please submit one application (Form C-144) per indication.	oroposed alternative method egistration sting permitted or non-permitted pit, below-grade tank,
Please be advised that approval of this request does not relieve the operator of liability should	
nvironment. Nor does approval relieve the operator of its responsibility to comply with any 1.	y other applicable governmental authority's rules, regulations or ordinances.
Operator: Hilcorp Energy Company	OGRID #: 372171
Address: 382 Road 3100 Aztec, NM 87410	
Facility or well name: Federal 30-11	
API Number: OCD Permit Nur	ımber:
U/L or Qtr/Qtr A Section 30 Township 27N Range	ge11WCounty:_San Juan
Center of Proposed Design: Latitude <u>36.550651</u> Longit	ritude108.050366NAD83
Surface Owner: Federal State Private Tribal Trust or Indian Allotment	
□ Pit: Subsection F, G or J of 19.15.17.11 NMAC Temporary: □ Drilling □ Workover □ Permanent □ Emergency □ Cavitation □ P&A □ Multi-Well Fluid Managem □ Lined □ Unlined Liner type: Thickness mil □ LLDPE □ HDPI □ String-Reinforced □ String-Reinforced	PE PVC Other me:bbl Dimensions: L x W x D aft and automatic overflow shut-off
Liner type: Thickness mil	Unspecified
4. Alternative Method: Submittal of an exception request is required. Exceptions must be submitted to the Sar	anta Fe Environmental Bureau office for consideration of approval.
Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary particles of Land Link, six feet in height, two strands of barbed wire at top (Required if located institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet Alternate. Please specify	d within 1000 feet of a permanent residence, school, hospital,

Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)	
7. Signs: Subsection C of 19.15.17.11 NMAC 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers Signed in compliance with 19.15.16.8 NMAC	
8. Variances and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	
9. Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accematerial are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	ptable 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 ☑ NA
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	
Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No

Within 100 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Temporary Pit Non-low chloride drilling fluid	
Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No
Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application; - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 300 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Permanent Pit or Multi-Well Fluid Management Pit	
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).	
- Topographic map; Visual inspection (certification) of the proposed site	Yes No
 Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. Visual inspection (certification) of the proposed site; Aerial photo; Satellite image 	☐ Yes ☐ No
Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of	
 initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site 	☐ Yes ☐ No
 Within 500 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site 	☐ Yes ☐ No
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 Naturations: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docattached. 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 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. and 19.15.17.13 NMAC Previously Approved Design (attach copy of design) API Number: or Permit Number: or Permit Number:	NMAC 15.17.9 NMAC
11.	
Multi-Well Fluid Management Pit Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docattached. Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC A List of wells with approved application for permit to drill associated with the pit. Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 and 19.15.17.13 NMAC 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	

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 description is the subsection of the subsection of the subsection is a subsection of the subsection of the subsection of the subsection is a subsection of the sub	
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	
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 Fl	uid 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	
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be a closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	attached to the
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. P 19.15.17.10 NMAC for guidance.	
Ground water is less than 25 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
Ground water is between 25-50 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
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	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	Yes No

adopted persuant to NMSA 1978. Section 3-273, as amended. Written confirmation or verification from the municipality; Written approval obtained from the municipality Ves. No Within the area overlying a subsurface mine. Written confirmation or verification or map from the NM EMNRD Mining and Mineral Division Ves. No Within an autobable area. Liginocring measures incorporated into the design; NM Bareau of Geology & Mineral Resources; USGS; NM Geological Society; Djognaphic map Ves. No Within at 100-year filosoplain. LiBAM map Ves. No Ves.				
Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division		y; Written approval obtained from	the municipality	☐ Yes ☐ No
Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map Within a 100 year floodplain.		EMNRD-Mining and Mineral Div	vision	☐ Yes ☐ No
Within a 100-year floodplain. FISMA map Yes No	- Engineering measures incorporated into the design; NM E	Bureau of Geology & Mineral Reso	ources; USGS; NM Geological	
Sing Closure Plan Checklis: (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.				Yes No
On-Site Closure Plan Checkist: (19.15.17.13 NMAC) Instructions: Each of the following tense must be attached to the closure plan. Please indicate by a check must in the box, that the documents are attached. Gisting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.13 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection K of 19.15.17.11 NMAC Construction Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17.11 NMAC Construction Design Plan of Temporary Pit (for in-place burial of a dript pack) - Dased upon the appropriate requirements of 19.15.17.13 NMAC Vaste Material Sampling Plan - based upon the appropriate requirements of 19.15.17.13 NMAC Disposal Pacility Name and Permi Number (for figuids, drilling flats) and drill cultings or in case on-site closure standards cannot be achieved) Spir Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Site Rechamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Site Rechamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Site Rechamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Site Rechamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Title Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Site Rechamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Title Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Date:				☐ Yes ☐ No
Operator Application Certification: Ihereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.	On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instruct. by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the Proof of Surface Owner Notice - based upon the appropriat Construction/Design Plan of Burial Trench (if applicable) Construction/Design Plan of Temporary Pit (for in-place but Protocols and Procedures - based upon the appropriate requited Confirmation Sampling Plan (if applicable) - based upon the Waste Material Sampling Plan - based upon the appropriate Disposal Facility Name and Permit Number (for liquids, drited Soil Cover Design - based upon the appropriate requirement Re-vegetation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate requirement Site Reclamation Plan - based upon the appropriate Plan - based upon the appro	ne appropriate requirements of 19.1 te requirements of Subsection E of based upon the appropriate requirements of 19.15.17.13 NMAC ne appropriate requirements of 19.15.17.13 NM rilling fluids and drill cuttings or in the of Subsection H of 19.15.17.13 nts of Subsection H of 19.15.17.13	15.17.10 NMAC 19.15.17.13 NMAC ements of Subsection K of 19.15.17. the appropriate requirements of 19. 15.17.13 NMAC AC case on-site closure standards cannot NMAC 3 NMAC	.11 NMAC .15.17.11 NMAC
Name (Print):	Operator Application Certification:			
Signature:		-		
B. Report Closure Plain Closure Report Closure Closur	Name (Print):	Title:		
OCD Approval: Permit Application (including closure plan) Closure Phar (only) OCD Conditions (see attachment)	Signature:	Date:		
OCD Representative Signature: Jackyr Burdine	e-mail address:	Telephone:		
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. 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: 12/22/2022 20. 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. 21. 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 for private land only) □ Plot Plan (for on-site closures and temporary pits) □ Confirmation 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	18. OCD Approval: Permit Application (including closure plan)	Report Closure Plan-(only) O	CD Conditions (see attachment)	
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. 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: 12/22/2022 20. 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. 21. 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 for private land only) □ Plot Plan (for on-site closures and temporary pits) □ Confirmation 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	OCD Representative Signature: <u>Jaclyn Burdine</u>	,	Approval Date: <u>03/27/</u>	2023
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. 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: 12/22/2022 □ Closure Method: □ Alternative Closure Method □ Waste Removal (Closed-loop systems only) □ If different from approved plan, please explain. □ 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 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			ımber: <u>BGT1</u>	
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 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 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	Closure Report (required within 60 days of closure completion Instructions: Operators are required to obtain an approved closs The closure report is required to be submitted to the division with	ture plan prior to implementing and thin 60 days of the completion of the cined and the closure activities ha	he closure activities. Please do not ve been completed.	
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 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	Closure Method: ☐ Waste Excavation and Removal ☐ On-Site Closure Method	od Alternative Closure Meth	od Waste Removal (Closed-le	oop systems only)
On-site Closure Location: Latitude Longitude NAD: \[\begin{array}{c} \text{1927} \begin{array}{c} \text{1983} \end{array}	Closure Report Attachment Checklist: Instructions: Each of a 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 of the proof of Deed Notice) □ Plot Plan (for on-site closures and temporary pits)		hed to the closure report. Please in	ndicate, by a check
() 1/4 (I) 1/4	 □ Waste Material Sampling Analytical Results (required for of Disposal Facility Name and Permit Number □ Soil Backfilling and Cover Installation □ Re-vegetation Application Rates and Seeding Technique □ Site Reclamation (Photo Documentation) 			

I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.

fame (Print): Amanda Walker Title: Operations/Regulatory Technician – Sr

Signature: Date: 3/23/2023

e-mail address: mwalker@hilcorp.com Telephone: 346-237-2177

Hilcorp Energy Company San Juan Basin Below Grade Tank Closure Report

Lease Name: Federal 30-11 API No.: 30-045-24997

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure of the below-grade tank referenced above. All proper documentation regarding closure activities is being included with the C-144.

General Plan:

1. HILCORP shall close a below-grade tank within 60 days of cessation of operations per Subsection G.4 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) an earlier date that the division requires because of imminent danger to fresh water, public health or the environment. For any closure, HILCORP will file the C144 Closure Report as required.

The below-grade tank referenced above was permitted and closed within 60 days of cessation of the below-grade tanks operation.

2. HILCORP 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), JFJ Landfarm % Industrial Ecosystem Inc. (Permit # NM-01-0010B) 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.

All recovered liquids were disposed of at Basin Disposal (Permit #NM-01-005) and any sludge or soil required to be removed to facilitate closure was hauled to Envirotech Land Farm (Permit #NM-01-011) and JFJ Landfarm % IEI (Permit #NM-01-0010B). The liner was cleaned per Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC was disposed of at the San Juan County Regional Landfill located on CR 3100.

3. HILCORP 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.

The below-grade tank was disposed of in a division-approved manner.

4. If there is any on-site equipment associated with a below-grade tank, then HILCORP shall remove the equipment, unless the equipment is required for some other purpose.

All on-site equipment associated with the below-grade tank was removed.

5. HILCORP will test the soils beneath the below-grade tank to determine whether a release has occurred. HILCORP 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 analyzed for the constituents listed in Table I of 19.15.17.13 NMAC. Hilcorp shall notify the division of its results on form C-141.

A five point composite sample was taken of the below-grade tank using sampling tools and all samples tested per Subsection B of 19.15.17.1 3(B)(1)(b). (Sample results attached). Form C-141 is attached.

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	100
Chlorides	EPA 300.0	250

6. If HILCORP or the division determines that a release has occurred, then HILCORP shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.

A release was determined for the above referenced well.

7. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Table I of 19.15.17.13 NMAC, then HILCORP shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; recontour and revegetate the site.

The below-grade tank area passed all requirements of Paragraph (4) of Subsection E of 19.15.17.13 NMAC and was backfilled with compacted, non-waste containing, earthen material.

- 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
 - ii. Location by Unit Letter, Section, Township, and Range. Well name and API number.

Notification is attached.

9. The surface owner shall be notified of HILCORP's closing of the below-grade tank 72 hours, but not more than one week, prior to closure as per the approved closure plan via certified mail, return receipt requested.

The closure process notification to the landowner was sent via <a href="mailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto:emailto

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.

The below-grade tank area was re-contoured to match fit, shape, line, form and texture of the surrounding area. Re-shaping including drainage control, to prevent ponding and erosion. Natural drainages were unimpeded and water bars and/or silt traps were placed in areas where needed to prevent erosion on a large scale. Final recontour has a uniform appearance with smooth surface, fitting the natural landscape.

11. HILCORP shall seed the disturbed areas the first favorable growing season following closure of a below-grade tank. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM stipulated seed mixes will be used on federally regulated lands and division-approved seed mixtures (administratively approved if required) will be utilized on all State or private lands. 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 pre-disturbance levels, excluding noxious weeds. If alternate seed mix is required by the state, private owner or tribe, it will be implemented with administrative approval if needed. Hilcorp will repeat seeding or planting will be continued until successful vegetative growth occurs.

3/23/2023

Provision 13 was accomplished through complying with BLM seeding requirements as allowed by the BLM/OCD MOU.

12. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material, with chloride concentrations less than 600 mg/kg as analyzed by EPA Method 300.0, to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.

The below-grade tank area was backfilled and more than four feet of cover was achieved and the cover included one foot of suitable material to establish vegetation at the site.

- 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 below-grade tank. Closure report will be filed on C-144 and incorporate the following:
 - Soil Backfilling and Cover Installation (See Report)
 - Re-vegetation application rates and seeding techniques (See Report)
 - Photo documentation of the site reclamation (Included as an attachment)
 - Confirmation Sampling Results (Included as an attachment)
 - Proof of closure notice (Included as an attachment)

Kandis Roland

From: Burdine, Jaclyn, EMNRD < Jaclyn.Burdine1@emnrd.nm.gov>

Sent: Thursday, December 22, 2022 10:48 AM

To: Eufracio Trujillo; Mandi Walker; Abiodun Adeloye; Brandon Sinclair; Clara Cardoza;

Kandis Roland; Kate Kaufman; Keri Hutchins; l1thomas@blm.gov

Subject: RE: [EXTERNAL] 72 hr BGT Closure Notice - Federal 30-11 (3004524997) Area 6

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

That is fine with me, thank you for the heads up.

Jackie Burdine● Environmental Specialist-Advanced – Administrative Permitting Program

EMNRD - Oil Conservation Division

1220 S. St. Francis Drive | Santa Fe, NM 87505

505.469.6769 Jaclyn.Burdine1@emnrd.nm.gov

http://www.emnrd.nm.gov/ocd

From: Eufracio Trujillo <etrujillo@hilcorp.com> Sent: Thursday, December 22, 2022 9:46 AM

To: Burdine, Jaclyn, EMNRD <Jaclyn.Burdine1@emnrd.nm.gov>; Mandi Walker <mwalker@hilcorp.com>; Abiodun

Adeloye <aadeloye@blm.gov>; Brandon Sinclair <Brandon.Sinclair@hilcorp.com>; Clara Cardoza

<ccardoza@hilcorp.com>; Kandis Roland <kroland@hilcorp.com>; Kate Kaufman <kkaufman@hilcorp.com>; Keri

Hutchins < khutchins@hilcorp.com>; l1thomas@blm.gov

Cc: Eufracio Trujillo <etrujillo@hilcorp.com>

Subject: Re: [EXTERNAL] 72 hr BGT Closure Notice - Federal 30-11 (3004524997) Area 6

We are ahead of schedule this morning. Can we move these up 30 minutes?

Get Outlook for iOS

From: Burdine, Jaclyn, EMNRD < <u>Jaclyn.Burdine1@emnrd.nm.gov</u>>

Sent: Thursday, December 15, 2022 10:32:01 AM

To: Mandi Walker < mwalker@hilcorp.com; Abiodun Adeloye < aadeloye@blm.gov; Brandon Sinclair

<Brandon.Sinclair@hilcorp.com>; Clara Cardoza <ccardoza@hilcorp.com>; Eufracio Trujillo <etrujillo@hilcorp.com>;

Kandis Roland kroland@hilcorp.com; Kate Kaufman kkaufman@hilcorp.com; Keri Hutchins

< khutchins@hilcorp.com >; l1thomas@blm.gov < l1thomas@blm.gov >

Subject: RE: [EXTERNAL] 72 hr BGT Closure Notice - Federal 30-11 (3004524997) Area 6

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Thank you for the notice, it has been received and noted.

Jackie Burdine • Environmental Specialist-Advanced – Administrative Permitting Program

EMNRD - Oil Conservation Division

1220 S. St. Francis Drive | Santa Fe, NM 87505

505.469.6769 Jaclyn.Burdine1@emnrd.nm.gov

http://www.emnrd.nm.gov/ocd

From: Mandi Walker < mwalker@hilcorp.com Sent: Thursday, December 15, 2022 7:47 AM

To: Abiodun Adeloye <<u>aadeloye@blm.gov</u>>; Brandon Sinclair <<u>Brandon.Sinclair@hilcorp.com</u>>; Burdine, Jaclyn, EMNRD <<u>Jaclyn.Burdine1@emnrd.nm.gov</u>>; Clara Cardoza <<u>ccardoza@hilcorp.com</u>>; Eufracio Trujillo <<u>etrujillo@hilcorp.com</u>>;

Kandis Roland kroland@hilcorp.com; Kate Kaufman kkaufman@hilcorp.com; Keri Hutchins

< <u>khutchins@hilcorp.com</u>>; <u>l1thomas@blm.gov</u>; <u>Mandi Walker < mwalker@hilcorp.com</u>>

Subject: [EXTERNAL] 72 hr BGT Closure Notice - Federal 30-11 (3004524997) Area 6

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

The subject well has a below-grade tank that will be permanently removed. The BGT Permit is attached. Please contact me at any time if you have any questions or concerns.

Well Name: Federal 30-11 API#: 30-045-24997

Location: D-30-27N-11W Lot 1 Footages: 990 FNL 990 FWL

Operator: HEC Surface Owner: Tribal

Reason for Removal: Well P&A'd

Scheduled Date & Time of Start: December 22nd @ 10 am

Please Note Required Photos for Closure

Well site placard

Photos of the BGT prior to closure

The sample location or, more preferred, photos of actual sample collection

Final state of the area after closure.

Photos will require captioning including direction of photo, date and time of photo and a description of the image contents.

Mandí Walker

San Juan North/South (6,7) Regulatory Technician Hilcorp Energy 346.237.2177 mwalker@hilcorp.com

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Mandi Walker

From: Burdine, Jaclyn, EMNRD < Jaclyn.Burdine1@state.nm.us>

Sent: Wednesday, August 31, 2022 3:12 PM

To: Mandi Walker Cc: Kandis Roland

Subject: RE: [EXTERNAL] Federal 30 11 (3004524997)

Hi Mandi,

So for this one I see the two permits but on my side it just looks like they were covering themselves as they were not sure we had received the original one. This means that we only have one active on our side right now. So please just follow the closure plan for the active BGT as normal and then I will make some extra notes on my side.

Jackie Burdine Environmental Specialist-Advanced – Administrative Permitting Program EMNRD - Oil Conservation Division 1220 S. St. Francis Drive | Santa Fe, NM 87505 505.469.6769 Jaclyn.Burdine1@state.nm.us http://www.emnrd.nm.gov/ocd

From: Mandi Walker < mwalker@hilcorp.com> Sent: Thursday, August 25, 2022 7:59 AM

To: Burdine, Jaclyn, EMNRD < Jaclyn.Burdine1@state.nm.us>

Cc: Kandis Roland < kroland@hilcorp.com>

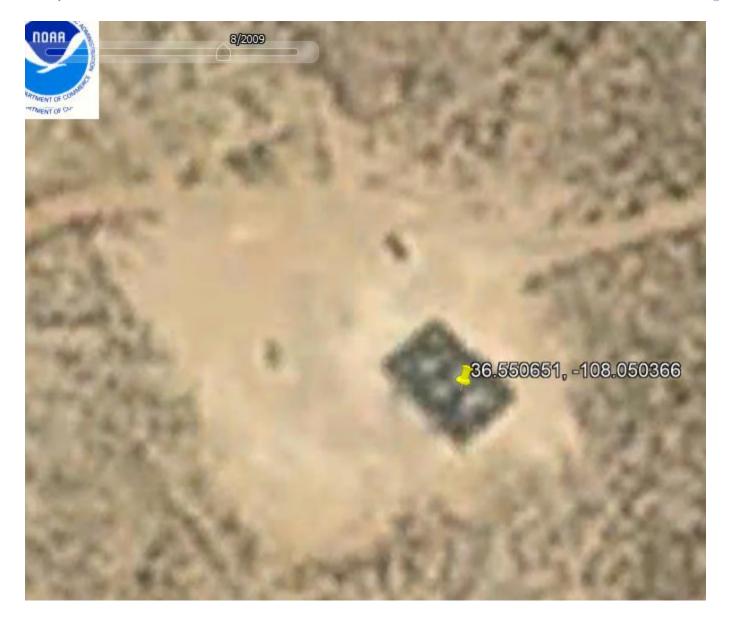
Subject: [EXTERNAL] Federal 30 11 (3004524997)

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Good morning Jackie,

For the well listed above, it looks like XTO filed two separate BGT permits, however there is only 1 BGT that exists on location. I am not sure why two permits were filed. Can we cancel one of the permits, and then close out the remaining permit once the P&A is complete? The permit for the 2008 permit is sitting in the middle of a field.











Thank you,

Mandi Walker

San Juan North/South (6,7) Regulatory Technician Hilcorp Energy 346.237.2177 <u>mwalker@hilcorp.com</u>

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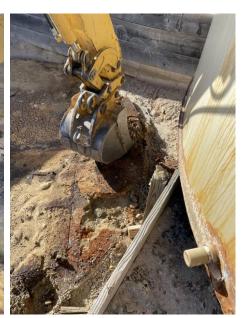
PRE CLOSURE PHOTOS















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

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	
District RP	
Facility ID	
Application ID	

I Release Notification

Responsible Party

Responsible Party Hilcorp Energy OGRID 3		2171					
Contact Name: Kate Kaufman			Contact Te	Contact Telephone: 346-237-2275			
Contact en	nail: kkaufn	nan@hilcorp.com			Incident #	(assigned by OC	CD)
Contact m	ailing addres	ss: 1111 Travis S	t. Houston, TX 7	7471	ı		
			Locatio	on of R	delease So	ource	
Latitude 36	5.550675		(NAD 83 in	n decimal de	Longitude - grees to 5 decim	108.050081_ nal places)	
Site Name:	Federal 30	11			Site Type:	Well Site	
Date Relea	se Discovere	ed: 12/22/2022			API# (if app	licable) 30-045	i-24997
Unit Letter	Section	Township	Range		County		
D D	30	27N	011W	San Ju			-
							_
Surface Ow	ner: 🗌 Stat	e 🗵 Federal 🗌	Tribal Privat	te (Name:)
			Nature a	nd Vo	lume of F	Release	
Crude	Mate Oil	volume Released		tach calculat	tions or specific		the volumes provided below) ecovered (bbls)
Produced Water Volume Released (bbls)				ecovered (bbls)			
				ed chloride	e in the	Yes	, ,
Is the concentration of dissolved chloride produced water >10,000 mg/l?		o in the					
Condensate Volume Released (bbls)			Volume Recovered (bbls)				
☐ Natural Gas Volume Released (Mcf)				Volume Recovered (Mcf)			
Other (describe) Volume/Weight Released (provide units) Unknown)	Volume/W	eight Recovered (provide units)		
Historic Hydrocarbon							
Cause of R	Release	·					
Historic co	ontamination	was discovered d	uring BGT permi	it closure	operations. S	See attached i	notes for additional details.
					-		

Received by OCD: 3/23/2023 12:13:23 PM Form C-141 State of New Mexico Page 2 Oil Conservation Division

Page 22 of 3 /	73	22			-
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	1 420	A 40	\mathbf{v}_{I}		/
	- 0		.,,		

Incident ID	
District RP	
Facility ID	
Application ID	

Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the responsible party consider this a major release?
☐ Yes ⊠ No	
If YES, was immediate no N/A	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?
	Initial Response
The responsible	party must undertake the following actions immediately unless they could create a safety hazard that would result in injury
☐ The source of the rele	ease has been stopped.
☐ The impacted area ha	s been secured to protect human health and the environment.
Released materials ha	ave been contained via the use of berms or dikes, absorbent pads, or other containment devices.
☐ All free liquids and re	ecoverable materials have been removed and managed appropriately.
If all the actions described	d above have <u>not</u> been undertaken, explain why:
This is a historic release a	and there was no active source at the time of discovery.
This is a miscorie release t	and there was no dealer source at the time of discovery.
- 10.17.00 D (1).77.1	
has begun, please attach	IAC the responsible party may commence remediation immediately after discovery of a release. If remediation a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred at area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.
I hereby certify that the info	rmation given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and
public health or the environr failed to adequately investig	required to report and/or file certain release notifications and perform corrective actions for releases which may endanger nent. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have ate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In f a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws
	nufman Title:Environmental Specialist
Signature: Kattyrutan	Date:1/20/2023
email:kkaufman@hilc	orp.com
OCD Only	
Received by:	Date:

Data table of soil contaminant concentrations

							Federa	30 11 Labo	ratory Resu	lts			
								TPH as					
		Field VOCs		TPH as	TPH as	TPH as		GRO +				Total	
		by PID	Chloride	DRO	GRO	MRO	Total TPH	DRO	Benzene	Toluene	Ethylbenzene	Xylene	Total BTEX
Sample Name	Sample Date	(ppm)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)	(mg/kg)
19.15.29 Tak	ole 1 Closure Cr	iteria	20,000	1	-	-	2,500	1,000	10	-	-	-	50
BGT Perm	it Closure Crite	ria	250	-	-	-	100	-	0.2	-	-	-	50
BGT Closure													
Sample	12/22/22	-	3600	ND	ND	ND	ND	ND	ND	ND	ND	ND	ND

Analytical results show chloride levels exceeded BGT permit closure criteria but are below closure criteria noted in NMAC 19.15.29 Table 1.

Hilcorp requests a variance from the BGT permit closure standards, as adherence to current regulatory standards offers equal or better protection of water resources, public health and the environment.

Released to Imaging: 3/27/2023 4:24:37 PM

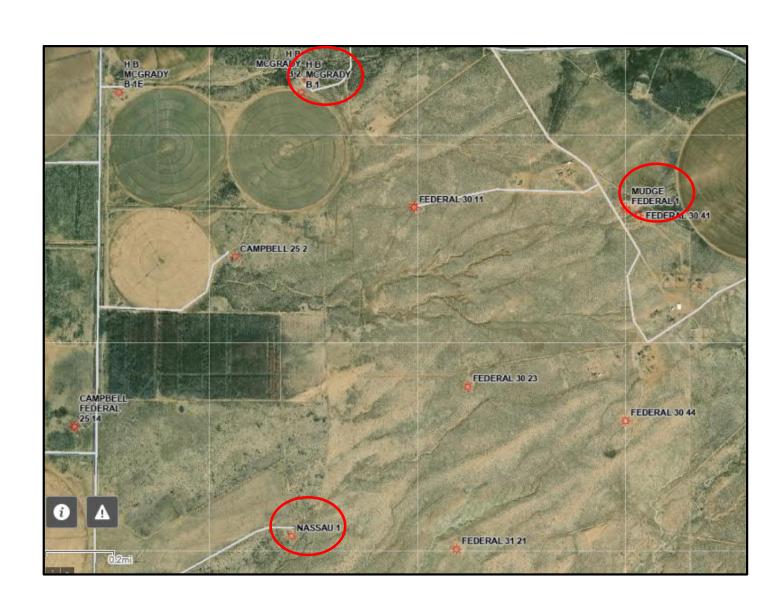
Depth to groundwater determination.

Federal 30 11: Elevation 6109' Estimated depth to GW ->100'

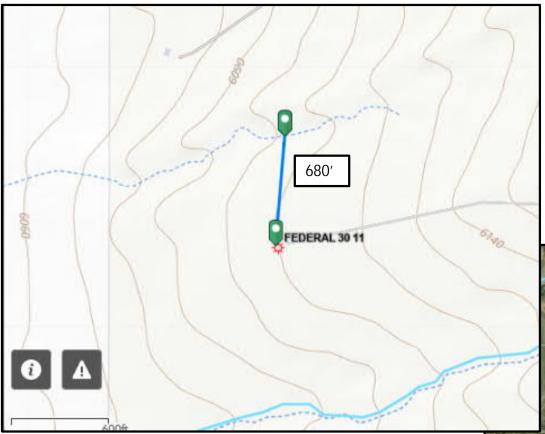
Mudge Federal 1: Elevation 6180' 0.6 miles east 356' depth to GW

HB McGrady B1: Elevation 6051' 0.46 miles north >100' depth to GW

Nassau 1: Elevation 6030' 1 mile south >100' depth to GW



NMAC 19.15.29 Siting Criteria for Closure Standards





BGT is not shown to be within:

300 ft of any continuously flowing watercourse or any other significant water course.

- 200 feet of any lakebed, sinkhole or playa lake
- 300 feet of any occupied permanent residence
- 500 feet of a spring or private, domestic fresh water well.
- 1000 feet of any fresh water well
- 300 feet of a wetland
- Incorporated municipal boundaries
- Overlying a subsurface mine
- An unstable area
- A 100-year floodplain



Mandi Walker

From: Burdine, Jaclyn, EMNRD < Jaclyn.Burdine1@emnrd.nm.gov>

Sent: Friday, January 20, 2023 5:27 PM

To: Kate Kaufman

Cc: Mandi Walker; Kandis Roland; Eufracio Trujillo

Subject: RE: [EXTERNAL] FW: 72 hr BGT Closure Notice - Federal 30-11 (3004524997) Area 6

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

Hi Kate, thank you for the heads up, this looks great, please proceed with the closure and then the request for the variance in the closure report.

Jackie Burdine • Environmental Specialist-Advanced – Administrative Permitting Program

EMNRD - Oil Conservation Division

1220 S. St. Francis Drive | Santa Fe, NM 87505

505.469.6769 Jaclyn.Burdine1@emnrd.nm.gov

http://www.emnrd.nm.gov/ocd

From: Kate Kaufman < kkaufman@hilcorp.com>

Sent: Friday, January 20, 2023 2:24 PM

To: Burdine, Jaclyn, EMNRD < Jaclyn.Burdine1@emnrd.nm.gov>

Cc: Mandi Walker <mwalker@hilcorp.com>; Kandis Roland <kroland@hilcorp.com>; Eufracio Trujillo

<etrujillo@hilcorp.com>

Subject: [EXTERNAL] FW: 72 hr BGT Closure Notice - Federal 30-11 (3004524997) Area 6

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Good afternoon Jaclyn,

We collected a sample for the BGT closure referenced below, and the chloride results came back above the BGT permit closure criteria, but below the closure criteria noted in NMAC 19.15.25 Table 1. Per the guidance you provided for this situation, I have compiled the necessary siting criteria and will request a waiver from the BGT closure standards. I would like to get your approval of this waiver before we proceed with backfill and final pit closure.

Please see attached and let me know if you have any questions or require additional information.

Thank you!

Kate

From: Mandi Walker < mwalker@hilcorp.com> Sent: Thursday, December 15, 2022 8:47 AM

To: Abiodun Adeloye <aadeloye@blm.gov>; Brandon Sinclair Brandon.Sinclair@hilcorp.com>; Burdine, Jaclyn, EMNRD

 $<\underline{\textit{Jaclyn.Burdine1@emnrd.nm.gov}}; Clara\ Cardoza < \underline{\textit{ccardoza@hilcorp.com}}; Eufracio\ Trujillo\ < \underline{\textit{etrujillo@hilcorp.com}}; \\$

 $Kandis\ Roland < \underline{kroland@hilcorp.com} >;\ Kate\ Kaufman < \underline{kkaufman@hilcorp.com} >;\ Keri\ Hutchins$

<khutchins@hilcorp.com>; l1thomas@blm.gov; Mandi Walker <mwalker@hilcorp.com>

Subject: 72 hr BGT Closure Notice - Federal 30-11 (3004524997) Area 6

The subject well has a below-grade tank that will be permanently removed. The BGT Permit is attached. Please contact me at any time if you have any questions or concerns.

Well Name: Federal 30-11 API#: 30-045-24997

Location: D-30-27N-11W Lot 1 Footages: 990 FNL 990 FWL

Operator: HEC Surface Owner: Tribal

Reason for Removal: Well P&A'd

Scheduled Date & Time of Start: December 22nd @ 10 am

Please Note Required Photos for Closure

Well site placard

Photos of the BGT prior to closure

The sample location or, more preferred, photos of actual sample collection

Final state of the area after closure.

Photos will require captioning including direction of photo, date and time of photo and a description of the image contents.

Mandi Walker

San Juan North/South (6,7) Regulatory Technician Hilcorp Energy 346.237.2177 mwalker@hilcorp.com

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Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109 TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

January 03, 2023

Fasho Trujillo HILCORP ENERGY PO Box 4700 Farmington, NM 87499

TEL: (505) 564-0733

FAX:

RE: BGT Federal 30 11 OrderNo.: 2212D44

Dear Fasho Trujillo:

Hall Environmental Analysis Laboratory received 1 sample(s) on 12/23/2022 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to www.hallenvironmental.com or the state specific web sites. In order to properly interpret your results, it is imperative that you review this report in its entirety. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. When necessary, data qualifiers are provided on both the sample analysis report and the QC summary report, both sections should be reviewed. All samples are reported, as received, unless otherwise indicated. Lab measurement of analytes considered field parameters that require analysis within 15 minutes of sampling such as pH and residual chlorine are qualified as being analyzed outside of the recommended holding time.

Please don't hesitate to contact HEAL for any additional information or clarifications.

ADHS Cert #AZ0682 -- NMED-DWB Cert #NM9425 -- NMED-Micro Cert #NM0901

Sincerely,

Andy Freeman

Laboratory Manager

Indes

4901 Hawkins NE

Albuquerque, NM 87109

2212D44-001

Lab ID:

Analytical Report Lab Order 2212D44

Received Date: 12/23/2022 8:00:00 AM

Date Reported: 1/3/2023

Hall Environmental Analysis Laboratory, Inc.

CLIENT: HILCORP ENERGY Client Sample ID: 5 Point Composite

Project: BGT Federal 30 11 Collection Date: 12/22/2022 9:38:00 AM Matrix: MEOH (SOIL)

Result **RL Qual Units** DF **Date Analyzed Analyses EPA METHOD 8015M/D: DIESEL RANGE ORGANICS** Analyst: SB Diesel Range Organics (DRO) ND 15 mg/Kg 1 12/28/2022 4:25:03 PM Motor Oil Range Organics (MRO) ND 50 mg/Kg 1 12/28/2022 4:25:03 PM 21-129 Surr: DNOP 87.3 %Rec 1 12/28/2022 4:25:03 PM **EPA METHOD 8015D: GASOLINE RANGE** Analyst: NSB Gasoline Range Organics (GRO) ND 12/23/2022 11:03:11 PM 4.0 mg/Kg 1 Surr: BFB 86.5 37.7-212 %Rec 1 12/23/2022 11:03:11 PM **EPA METHOD 8021B: VOLATILES** Analyst: NSB Benzene ND 12/23/2022 11:03:11 PM 0.020 mg/Kg 1 Toluene ND 0.040 mg/Kg 1 12/23/2022 11:03:11 PM Ethylbenzene ND 0.040 mg/Kg 1 12/23/2022 11:03:11 PM Xylenes, Total ND 0.080 mg/Kg 12/23/2022 11:03:11 PM 1 Surr: 4-Bromofluorobenzene 81.9 70-130 %Rec 1 12/23/2022 11:03:11 PM **EPA METHOD 300.0: ANIONS** Analyst: JMT Chloride mg/Kg 3600 150 50 12/29/2022 10:42:32 AM

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

Qualifiers:

Value exceeds Maximum Contaminant Level

D Sample Diluted Due to Matrix

Н Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

Practical Quanitative Limit

% Recovery outside of standard limits. If undiluted results may be estimated

Analyte detected in the associated Method Blank

E Above Quantitation Range/Estimated Value

J Analyte detected below quantitation limits

Sample pH Not In Range

RLReporting Limit

Page 1 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#: **2212D44 03-Jan-23**

Client: HILCORP ENERGY
Project: BGT Federal 30 11

Sample ID: MB-72355 SampType: mblk TestCode: EPA Method 300.0: Anions

Client ID: PBS Batch ID: 72355 RunNo: 93596

Prep Date: 12/28/2022 Analysis Date: 12/28/2022 SeqNo: 3378040 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Chloride ND 1.5

Sample ID: LCS-72355 SampType: Ics TestCode: EPA Method 300.0: Anions

Client ID: LCSS Batch ID: 72355 RunNo: 93596

Prep Date: 12/28/2022 Analysis Date: 12/28/2022 SeqNo: 3378041 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Chloride 14 1.5 15.00 0 92.8 90 110

Qualifiers:

Value exceeds Maximum Contaminant Level.

D Sample Diluted Due to Matrix

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

PQL Practical Quanitative Limit

S % Recovery outside of standard limits. If undiluted results may be estimated.

B Analyte detected in the associated Method Blank

E Above Quantitation Range/Estimated Value

J Analyte detected below quantitation limits

P Sample pH Not In Range

RL Reporting Limit

Page 2 of 5

Hall Environmental Analysis Laboratory, Inc.

2212D44 03-Jan-23

WO#:

Client: HILCORP ENERGY **Project:** BGT Federal 30 11

Sample ID: LCS-72349	SampT	ype: LC	S	TestCode: EPA Method 8015M/D: Diesel Range Organics									
Client ID: LCSS	Batch	1D: 72 3	349	F									
Prep Date: 12/28/2022	Analysis D	ate: 12	/28/2022	5	SeqNo: 33	377115	Units: mg/Kg						
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual			
Diesel Range Organics (DRO)	44	15	50.00	0	87.8	64.4	127						
Surr: DNOP	3.2		5.000		64.0	21	129						

Sample ID: MB-72349	SampT	ype: ME	BLK	TestCode: EPA Method 8015M/D: Diesel Range Organics										
Client ID: PBS	Batch	1D: 72 3	349	F	RunNo: 9	3577								
Prep Date: 12/28/2022	Analysis D	ate: 12	/28/2022	5	SeqNo: 3	377116	Units: mg/Kg							
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual				
Diesel Range Organics (DRO)	ND	15												
Motor Oil Range Organics (MRO)	ND	50												
Surr: DNOP	7.8		10.00		78.3	21	129							

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- Н Holding times for preparation or analysis exceeded
- Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- % Recovery outside of standard limits. If undiluted results may be estimated.
- Analyte detected in the associated Method Blank
- Above Quantitation Range/Estimated Value
- Analyte detected below quantitation limits
- Sample pH Not In Range
- Reporting Limit

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Hall Environmental Analysis Laboratory, Inc.

2212D44 03-Jan-23

WO#:

Client: HILCORP ENERGY
Project: BGT Federal 30 11

Sample ID: mb SampType: MBLK TestCode: EPA Method 8015D: Gasoline Range

Client ID: PBS Batch ID: R93539 RunNo: 93539

Prep Date: Analysis Date: 12/23/2022 SeqNo: 3374535 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Gasoline Range Organics (GRO) ND 5.0

Surr: BFB 860 1000 86.2 37.7 212

Sample ID: 2.5ug gro Ics SampType: LCS TestCode: EPA Method 8015D: Gasoline Range

1000

Client ID: LCSS Batch ID: R93539 RunNo: 93539

1800

Prep Date: Analysis Date: 12/23/2022 SeqNo: 3374536 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual Gasoline Range Organics (GRO) 25 5.0 25.00 0 101 72.3 137

181

37.7

212

Qualifiers:

Surr: BFB

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of standard limits. If undiluted results may be estimated.
- B Analyte detected in the associated Method Blank
- E Above Quantitation Range/Estimated Value
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

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Hall Environmental Analysis Laboratory, Inc.

2212D44 03-Jan-23

WO#:

Client: HILCORP ENERGY
Project: BGT Federal 30 11

Sample ID: mb	Samp	Гуре: МЕ	BLK	Tes						
Client ID: PBS	Batcl	h ID: R9 :	3539	F						
Prep Date:	Analysis [Date: 12	/23/2022	5	SeqNo: 33	374633	Units: mg/K			
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	ND	0.025								
Toluene	ND	0.050								
Ethylbenzene	ND	0.050								
Xylenes, Total	ND	0.10								
Surr: 4-Bromofluorobenzene	0.88		1.000		87.5	70	130			

Sample ID: 100ng btex lcs	Samp ¹	Гуре: LC	S	TestCode: EPA Method 8021B: Volatiles								
Client ID: LCSS	Batc	h ID: R9 :	3539	F	RunNo: 9:							
Prep Date:	Analysis [Date: 12	/23/2022	9	SeqNo: 3	374634	Units: mg/K					
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual		
Benzene	0.92	0.025	1.000	0	91.6	80	120					
Toluene	0.94	0.050	1.000	0	93.5	80	120					
Ethylbenzene	0.93	0.050	1.000	0	93.1	80	120					
Xylenes, Total	2.8	0.10	3.000	0	92.5	80	120					
Surr: 4-Bromofluorobenzene	0.87		1.000		87.3	70	130					

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- B Analyte detected in the associated Method Blank
- E Above Quantitation Range/Estimated Value
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

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Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109

TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

Sample Log-In Check List

Released to Imaging: 3/27/2023 4:24:37 PM

Client Name: HILCO	RP ENERGY	Work Or	der Numbe	r: 2212D44		RoptNo	: 1
Received By: Chey	anna Cas	40/00/000	9.00-00	**	ch.l.		
•	enne Cason	12/23/2022			Chul		
Completed By: Chey	enne Cason	12/23/2022		М	Chul		
Reviewed By: 7M		12/23/	ZZ				
Chain of Custody							
1. Is Chain of Custody	complete?			Yes 🗸	No 🗌	Not Present	
2. How was the sample	delivered?			<u>Courier</u>			
Log In							
3. Was an attempt mad	e to cool the sample	es?		Yes 🗸	No 🗌	NA 🗌	
4. Were all samples rec	eived at a temperat	ure of >0° C to 6	.0°C	Yes 🗹	No 🗌	na 🗆	
5. Sample(s) in proper of	ontainer(s)?			Yes 🗹	No 🗌		
6. Sufficient sample volu	me for indicated tes	st(s)?		Yes 🗹	No 🗌		
7. Are samples (except v	/OA and ONG) pro	perly preserved?		Yes 🗹	No 🗌		
8. Was preservative add	ed to bottles?			Yes 🗌	No 🗹	NA 🗌	
9. Received at least 1 vi	al with headspace <	1/4" for AQ VOA	?	Yes 🗌	No 🗌	NA 🗹	
10. Were any sample cor	tainers received br	oken?		Yes	No 🗹	# of preserved	
11 D					🗀	bottles checked	
 Does paperwork mate (Note discrepancies o 				Yes 🗸	No 📙	for pH: (<2 o	>12 unless noted
2. Are matrices correctly		of Custody?		Yes 🗹	No 🗌	Adjusted?	
3. Is it clear what analyse		-		Yes 🔽	No 🗌		
4. Were all holding times (If no, notify customer				Yes 🗹	No 🗌	Checked by:	PG 12.
Special Handling (if							
15. Was client notified of	all discrepancies w	ith this order?		Yes 🗌	No 🗌	NA 🗹	
Person Notified			Date:				
By Whom:			Via: [eMail	Phone Fax	In Person	
Regarding:							
Client Instruction	ns:						
16. Additional remarks:							
17. Cooler Information							
Cooler No Tem	°C Condition	Seal Intact Se	al No	Seal Date	Signed By	No.	
1 0.6	Good	Yes					

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Chicagni	ATORY		109	}																		
DAIL CHATBONING	ANALYSTS LABORATOR	www.hallenvironmental.com	4901 Hawkins NE - Albuquerque, NM 87109		naly	γO ₄	SW	OSI	(1.4(1)))728 1 ₁ , _s ON	10 of 50 of	othe y 83° Mel r, N (AC)	EDB (Ma PAHs by RCRA 8 CI, F, B B260 (VG B270 (Sd Total Co										
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	A Rush 2 DAY		-11				C		S. C.		CFIO.6-0=0.6	Preservative HEAL No.	٤							Date Time	Date Time	
ı urn-Around i ime	□ Standard	 ;;	BGT Federal 30-11	Project #:		Project Manager:	Fasho Truillo	(b	Sampler: F Trujillo	olers:	Cooler Temp(including cF);	Container Prese								Received by: Via:	Received by: Vla:	,,,,,
Cham-or-custody Record	>		3100	M 87410	00	kkaufman@hilcorp.com	etrujillo@hilcorp.com	☐ Level 4 (Full Validation)				Sample Name	site						1	X		7 5 5 5 7
ות-סויכע	Hilcorp Energy		*** 382 CR	Aztec	505.599.3400				n: ☐ Az Compliance			ne Matrix	Soil Soil							25	: Relinguished by:	737
EL Jahrena	Client: Hilk		Mailing Address:		Phone #:	email or Fax#:	QA/QC Package:	□ Standard	Accreditation:	□ EDD (Type)		Date Time	12122122 9-3811			·				Date: Time: 12/22/12/24/59	Date: Time:	Trice W

If necessary, samples submitted to Hall Environmental may be subcontracted to other accredited laboratories. This serves as notice of this possibility. Any sub-contracted data will be clearly notated on the analytical report.

CLOSURE PHOTO



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

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

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

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 200189

CONDITIONS

Operator:	OGRID:
HILCORP ENERGY COMPANY	372171
1111 Travis Street	Action Number:
Houston, TX 77002	200189
	Action Type:
	[C-144] Below Grade Tank Plan (C-144B)

CONDITIONS

Created By		Condition Date
jburdine	Closure report shows that release was confirmed. Variance requested as the limits stayed within the 19.15.29 and 19.15.17 NMAC table limits for remediation requirements. Variance granted. All other closure protocols were met BGT Closure report approved.	3/27/2023