REGISTERED District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico als and Natural Resources __Department servation Division Jouth St. Francis Dr. Santa Fe, NM 87505 2008 DEC 8 PM 4 43

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

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

Pit, Closed-Loop System, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application
Type of action: Existing BGT Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system,
below-grade tank, or proposed alternative method
Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.
I. Operator:XTO Energy, Inc. OGRID #:5380
Address: #382 County Road 3100, Aztec, NM 87410
Facility or well name: _Snyder Gas Com B#1N
API Number: 3004534290 OCD Permit Number:
U/L or Qtr/Qtr K Section 19 Township 29N Range 9W County: San Juan
Center of Proposed Design: Latitude 36,70924 Longitude 107.82308 NAD: ☐1927 ☑ 1983
Surface Owner: Federal State Private Tribal Trust or Indian Allotment
Pit: Subsection F or G of 19.15.17.11 NMAC Temporary: Drilling Workover Permanent Emergency Cavitation P&A Lined Unlined Liner type: Thicknessmil LLDPE HDPE PVC Other
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D
Closed-loop System: Subsection H of 19.15.17.11 NMAC Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) Drying Pad Above Ground Steel Tanks Haul-off Bins Other Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other Liner Seams: Welded Factory Other
4. ■ Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 95

Alternative Method:

Liner type: Thickness

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off

mil HDPE PVC Other

☐ Visible sidewalls and liner ☐ Visible sidewalls only ☒ Other <u>Visible sidewalls, vaulted, automatic high-level shut off, no liner</u>

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks)	
Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, be instituted in the strange of t	nospital,
institution or church) — Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate. Please specify_Four foot height, steel mesh field fence (hogwire) with pipe top railing	
7.	
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)	
☐ Screen ☐ Netting ☐ Other Expanded metal or solid vaulted top	
Monthly inspections (If netting or screening is not physically feasible)	
8.	
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 19.15.3.103 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 or the Santa Fe Environmental Bureau of consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for
Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying 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.	priate district pproval.
- 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 significant watercourse or lakebed, sinkhole, or playa	☐ Yes ☑ No
lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☑ No ☐ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	Yes 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 feet of any other fresh water well or spring, 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 incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	Yes No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☒ No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ⊠ No
 Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	Yes No
Within a 100-year floodplain FEMA map	⊠ Yes □ No

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 ☐ Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
 ✓ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC ✓ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number: or Permit Number:
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 Number:
Previously Approved Operating and Maintenance Plan API Number:
above ground steel tanks or haul-off bins and propose to implement waste removal for closure) 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 (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 Closed-loop System Alternative 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 (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. ☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC ☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection 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

16. Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.1 Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if facilities are required.	
Disposal Facility Name: Disposal Facility Permit Number:	
Disposal Facility Name: Disposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future ser Yes (If yes, please provide the information below) No	
Required for impacted areas which will not be used for future service and operations: 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	C
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 may require administrative approval from the appropriate dist considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justi demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	rict office or may be
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 obtained from nearby wells	Yes No
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 obtained from nearby wells	Yes No
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
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 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 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. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	Yes No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	Yes No
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	Yes No
 Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☐ No
Within a 100-year floodplain FEMA map	Yes No
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection 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. 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 Waste Material Sampling Plan - 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 or in case on-site closure standards cannot Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	15.17.11 NMAC

· · · · · · · · · · · · · · · · · · ·		
Operator Application Certification: I hereby certify that the information submitted with this application	n is true, accurate and complete to the	ne best of my knowledge and belief.
Name (Print): Kim Champlin	Title:	Environmental Representative
Signature: Kim Champlin	Date:1	1/26/08
,	Telephone:	(505) 333-3100
OCD Approval: Permit Application (including closure plan)	Closure Plan (only) OCD	Conditions (see attachment)
OCD Representative Signature:	-	Approval Date:
Title:	OCD Permit Num	ber:
21. Closure Report (required within 60 days of closure completion Instructions: Operators are required to obtain an approved closu The closure report is required to be submitted to the division with section of the form until an approved closure plan has been obtain	re plan prior to implementing any oin 60 days of the completion of the ined and the closure activities have	closure activities and submitting the closure report. closure activities. Please do not complete this been completed.
	☐ Closure Com	pletion Date:
22. Closure Method: ☐ Waste Excavation and Removal ☐ On-Site Closure Method ☐ If different from approved plan, please explain.	Alternative Closure Method	☐ Waste Removal (Closed-loop systems only)
23. <u>Closure Report Regarding Waste Removal Closure For Closed</u> <i>Instructions: Please indentify the facility or facilities for where t two facilities were utilized.</i>	-loop Systems That Utilize Above he liquids, drilling fluids and drill c	Ground Steel Tanks or Haul-off Bins Only: uttings were disposed. Use attachment if more than
Disposal Facility Name:	Disposal Facility Po	ermit Number:
Disposal Facility Name:		ermit Number:
Were the closed-loop system operations and associated activities p Yes (If yes, please demonstrate compliance to the items below		be used for future service and operations?
Required for impacted areas which will not be used for future server Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	ice and operations:	
24. Closure Report Attachment Checklist: Instructions: Each of the 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 (required for one point in the proof of t	n-site closure)	
25.		
Operator Closure Certification: I hereby certify that the information and attachments submitted with belief. I also certify that the closure complies with all applicable complies.	th this closure report is true, accurate losure requirements and conditions s	and complete to the best of my knowledge and specified in the approved closure plan.
Name (Print):	Title:	
Signature:	Date:	
e-mail address:	Telephone:	

DISTRICT | 1825 M. French Dr., Hobbe, N.M. 88240

DISTRICT II 1301 W. Grand Ave., Artesia, N.M. 88210

DISTRICT III 1000 Rio Brozoe Rd., Azlec, N.M. 87410

DISTRICT IV

State of New Mexico Energy, Minerale & 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

	VPI Number		11222	⁸ Pool Code	1	OKEROL DED	ICATION P					
*Property	Code											
····	0000				Property SNYDER GAS				Well Number			
⁷ OGRID	No.				*Operator	1N						
					•	ENERGY INC						
					10 Surface	Location			5547			
AL or lot no.	Section 19	Township 29-N	Ronge 9-W	Lot Idn	Feet from the 1980	North/South line SOUTH	Feet from the	East/West line WEST	County SAN JUAI			
			" Botto	om Hole	Location I	f Different From		WEST	SAN JUA			
it or lot no.	Section	Township	Ronge	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County			
Dedicated Acr		110							County			
pagental VCI	199	"	Joint or Infill		** Consolidation C	ode	18 Order No.					
						ON UNTIL ALL						
						EEN APPROVED	17 (PERATOR (CERTIFICATIO			
	LOT 1					LOT 5	i hereby can be true and bellef, and it interest or a including the right to drift contract with interest, or	Bly that the interest	ton contained herein of my innoving and either owns a working set in the land to location or has a tion pursuant to a mineral or working			
2" AL CAP	LOT 2		1			LOT 7	Signature		Dote			
R. CORNER 2° AL. CAP LS. 14827		125'	LONG: 1	07.82308	. (NAD 83) W. (NAD 83 N. (NAD 27) 9" W. (NAD 2	c) LOT 8	Title 18 SU! ! hereby curtify mee plotted from or under my su.	that the well location field notes of actu	RTIFICATION ton shows on this plat of surveys made by m the same is true and			

1.1.0		Pit Permit	Client:	XTO Energy
Lodestar Service	es, Inc.		Project:	Pit Permits
PO Box 4465, Duran	po, CD 81302	Siting Criteria	Revised:	21-Nov-08
V		Information Sheet	Prepared by:	Brooke Herb
API#:		3004534290	USPLSS:	T29N,R09W,S19K
Name:	SNYD	ER GAS COM B #1N	Lat/Long:	36.70924, -107.82308
Depth to groundwater:		< 50'	Geologic formation:	Nacimiento Formation
Distance to closest continuously flowing watercourse:	1804'	S of San Juan River		
Distance to closest	268' W of	secondary tributary of		
significant watercourse,	San Jua	n Rivaer; 495' NW of		
lakebed, playa lake, or	Hammon	d Irrigation Ditch; 2059'		
sinkhole:	SW of	Largo Canyon Wash		
			Soil Type:	Entisols
Permanent residence, school, hospital, institution or church within 300'		No		
			Annual Precipitation:	8.71 inches (Bloomfield)
Domestic fresh water well or spring within 500'		No	Precipitation Notes:	no significant precip events
Any other fresh water well or spring within 1000'		No		
Within incorporated municipal boundaries		No	Áttached Documents:	Groundwater report and Data; FEMA Flood Zone Map
Within defined municipal fresh water well field		No		Aerial Photo, Topo Map, Mines Mills and Quarries Mag
Wetland within 500'		No	Mining Activity:	
Within unstable area		No		3677' Nof a Materials Pit
Within 100 year flood	Yes- F	EMA Flood Zone 'A'		

SNYDER GAS COM B #1N Below Ground Tank Siting Criteria and Closure Plan

Well Site Location

Legals: T29N, R09W, Section 19, Quarter Section K Latitude/Longitude: approximately 36.70924, -107.82308

County: San Juan County, NM

General Description: near Largo Canyon

General Geology and Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits dominate surficial geology (Dane and Bachman, 1965). The proposed below ground tank location will be located near Largo Canyon, just south of the San Juan River. The Nacimiento Formation of Tertiary Age is exposed, along with Quaternary alluvial and aeoloian sands within dry washes and arroyos.

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan basin (Stone et al., 1983). In most of the proposed area, the Nacimiento Formation lies at the surface. Thickness of the Nacimiento ranges from 418 to 2232 feet (Stone et al., 1983). Aquifers within the coarser and continuous sandstone bodies of the Nacimiento Formation are between 0 and 1000' deep in this section of the basin (Stone et al., 1983). Groundwater within these aquifers flows toward the nearby San Juan River and its tributaries.

The prominent soil type at the proposed site is entisols, which are defined as soils that do not show any profile development. Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the La Plata River (www.emnrd.state.nm.us). These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes soils that cover the area.

The climate of the region is arid, averaging just over 8 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from August through October. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. November through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

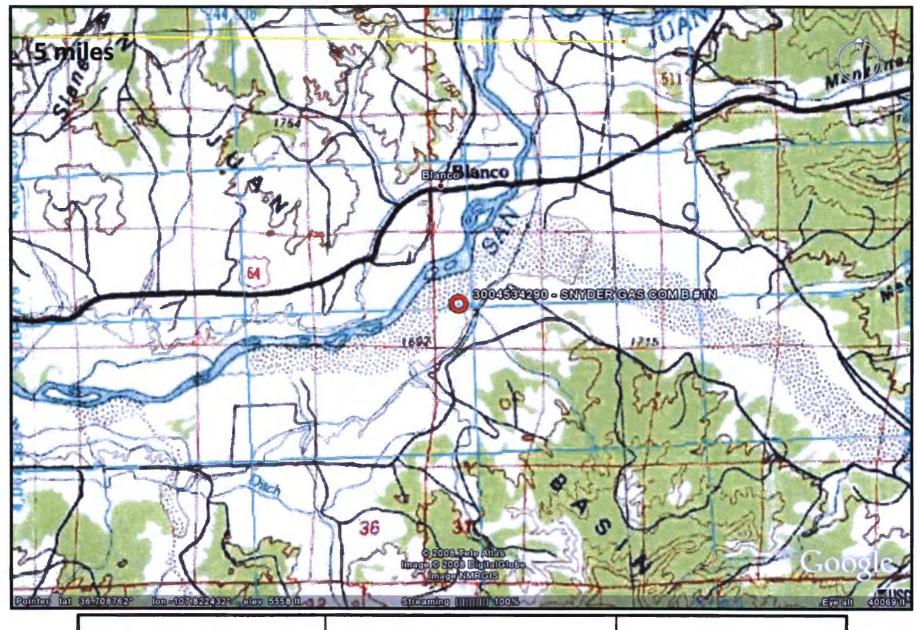
The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993).

Site Specific Hydrogeology

Depth to groundwater is estimated to be less than 50 feet. This estimation is based on data from Stone and others, 1983 and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography and proximity to surface hydrologic features are also taken into consideration.

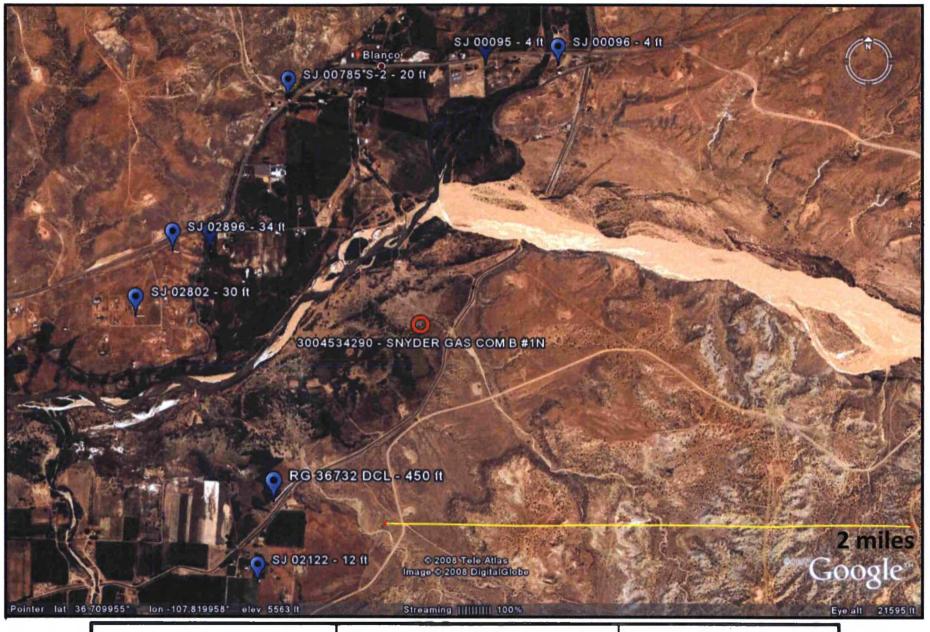
Local aquifers include sandstones within the Nacimiento Formation, which ranges from 0 to 1000 feet deep in this area, as well as shallow aquifers within Quaternary alluvial deposits (Stone et al., 1983). The 1000-foot depth range for Nacimiento aquifers covers an area over 20 miles wide, and depth decreases towards the margin of the San Juan Basin. The site in question is more centrally located, and depth to the aquifer is expected to be closer to 1000 feet. It is well known that groundwater close to the San Juan River can be shallow, as the Quaternary deposits near the river itself form shallow aquifers. The proposed site is situated approximately 1804 feet to the south of the San Juan River, and is approximately 17 feet higher in elevation (Google Earth).

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. A map showing the location of wells in reference to the proposed pit location is also included. Pinpoints show locations of wells and the labels for each pinpoint indicate depth to groundwater in feet. Depth to groundwater within the nearby wells ranges from 4 feet to 450 feet below ground surface. The closest well to the proposed site is located approximately 4447 feet to the northwest, and is approximately 24 feet higher in topographic elevation (Google Earth). Depth to groundwater within the well is 34 feet below ground surface. A well to the west-northwest is approximately 62 feet higher in elevation then the proposed site, and has a depth to groundwater of 30 feet below ground surface. The close proximity of the San Juan River and Largo Canyon suggests that groundwater depth at the proposed site is less than 50 feet below the ground surface.



SNYDER GAS COM B #1N T29N, R09W, S19K San Juan County, NM

Topographic Map



SNYDER GAS COM B #1N T29N, R09W, S19K San Juan County, NM

iWaters Groundwater Data Map

New Mexico Office of the State Engineer POD Reports and Downloads

Toumshin:	29N Range:	10V	Sagtions:	
l'ownship:	Range:		Sections:	I

WATER COLUMN REPORT 10/27/2008

	(quarters	are	1=	AN	2=	NE	3=SW 4=SE)							
							smallest)			Depth	Depth	Water	(in	feet)
POD Number		Rng		q	q	q	Zone	X	Y	Well	Water	Column		
RG 36732 DCL	29N	10W	25	2						500	450	50		
SJ 00785 S	29N	10W	04	2	4	2				20				
SJ 00680	29N	10W	13	2	2					40	10	30		
SJ 00785 NEW	29N	10W	13	4						60	20	4.0		
SJ 00785 S-2	29N	10W	13	4						60	20	40		
SJ 03023	29N	10W	18	1	3	1				90	65	25		
SJ 03502	29N	10W	18	1	3	1				150				
SJ 03081	29N	lűw	18	3	1	4				2û				
SJ 02078	29N	10W	19	3	1	1				40	9	31		
SJ 00303	29N	10W		3	3					20	5	15		
SJ 02860	29N	10W	19	4	4	4				21	2	19		
SJ 02900	29N	10W	20	3	1	2				70				
SJ 01140	29N	10W	20	3	2	2				25	Ē	19		
SJ 01990	29N	10W	20	4	1					40	12	28		
SJ 02548	29N	10W		4	4					12	2	10		
SJ 02547	29N	10W	20	4	4					12	2	10		
SJ 03535	29N	10W	21	3	2	3				15				
SJ 03455	29N	10W	21	3	3	I				20	17	3		•
SJ 03466	29N	10W		3	3	2				20	17	3		
SJ 03441	29N	10W	21	4	3	3				40	30	10		
SJ 03470	29N	10W		4	3	4				20	7	13		
SJ 01474	29N	10W		4	4					25				
SJ 03180	29N	100	21	4	4	4				50	15	35		
SJ 03713 POD1	29N	IOW		2	3					265	20	245		
SJ 02820	29N	10W	23	4	1	1				82	16	66		
SJ 02896	29N	10W	24	$\cdot 1$	4	1				110	34	76		
SJ 02275	29N	10W	24	1	4	2				40	20	20		



SJ 00092	29N	10W 24	2	4	2				33		
SJ 02802	29N	10W 24	3	1	2				132	30	102
SJ 02907	29N	10W 24	3	2	3				60		
SJ 02122	29N	10W 25	4	1					60	12	48
SJ 01019	29N	10W 26	4	3	3				50	4	4€
SJ 01056	29N	10W 27	3	2					50	31	19
SJ 02216	29N	10W 28	1	2					30	7	23
SJ 03582	29N	10W 28	1	3	3				10	4	ć
SJ 02151	29N	10W 28	2	1	2	in	484600	2075600	37	20	17
SJ 03652	29N	10W 28	2	2	1				34	6	28
SJ 03142	29N	10W 28	2	2	2.				38	22	16
SJ 03637	29N	10W 28	2	3	1				21	10	11
SJ 03582 POD2	29N	10W 28	2	3	3				28	5	23
SJ 02840	29N	10W 28	3	4	1				55	32	23
SJ 00506	29N	10W 28	4	3					78	55	23
SJ 00662	29N	10W 28	4	4	3				93	70	23
SJ 00497	29N	10W 29	3	2	3				85	35	50
SJ 03777 POD1	29N	10W 29	4	4	2		270344	2071311	100	50	50
SJ 00473	29N	10M 30	2	4					58	10	48
SJ 03743 POD1	29N	10W 33	4	4	3				490	140	350
SJ 01051	29N	10W 35	2	2	2				90	30	60
SJ 01050	29N	10W 36	1	4					35	38	47

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

Township: 29h Range: 09V Sections: 3,4,5,6,7,8,9,10

WATER COLUMN REPORT 10/24/2008

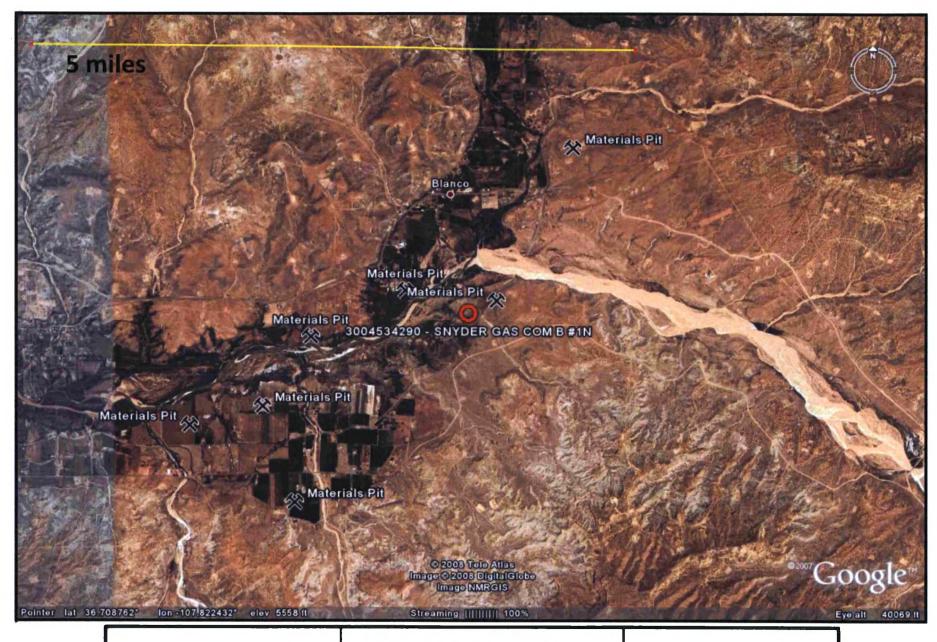
	(quarters	are	1=	NW	2=	NE	3=SW 4=SE)							
							smallest)			Depth	Depth	Water	(in	feet)
POD Number	Tws	Rng	Sec	q	q	q	Zone	X	Y	Well	Water	Column		
SJ 02369 CLW	2.9N	09₩	03	1	2	4				13	10	3		
SJ 02376	2 9N	09W	03	1	2	4				13	10	3		
SJ 02369	2 9N	09W	03	1	2	4				23				
SJ 02103	29N	0977	03	1	3					21	4	17		
SJ 01494	29N	09 W	03	2	2					12	5	7		
SJ 03300	29%	09W	03	2	-2	2				21	4	17		
SJ 03362 POD2	29N	097	03	2	2	4				21	€	15		
SJ 03362	2 9N	09W	03	2	2	4				38	12	26		
SJ 02567	29₩	0977	03	2	4	1				14	2	12		
SJ 03200	29N	09W	03	3	1	1				28	13	15		
SJ 02946	29N	0977	03	4	2	1				95	40	55		
SJ 03490	29N	09W	04	1	1	3				42	20	22		
SJ 03491	2916	0977	04	1	1	3				70				
SJ 03566	2 9N	09W	04	1	3	4				30				
SJ 03531	29N	09W	04	1	4	3				30				
SJ 03530	29N	09W	04	1	4	1				3.0				
SJ 03466	29N	09W	04	2	1	3				40				
SJ 02554	2 9N	09W	04	2	1	4				13	5	8		
SJ 03118	29%	09W	05	2	2	3				250				
SJ 03092	29N	09W	05	4	1	1				40	16	24		
SJ 03182	29N	09W	05	4	1	1				42	18	24		
SJ 03599	29N	09W	05	4	1	1				42	20	22		
SJ 00584	29N	09W	06	3	4					143	40	103		
SJ 00785	29N	09W	07	3	4	2				60				
SJ 03389	29N	09W	0.7	4	4	2				20				
SJ 03536	29N	09W	07	4	4	2				19	6	13		
SJ 01176	29N	09W	90	1	1					150	70	90		

SJ 02822	293	0.9W 0	8	1	1	3	100		
SJ 00436	29N		8	1	3		150	100	5.0
SJ 03534	29N	0.97 0	8	3:	1	3	41	.24	17
SJ 02279	2927	0.9% 10	9	1	1	4	30	€	24
SJ 00102	29N	0.9% 0	5	1	2	1	20	.5	15



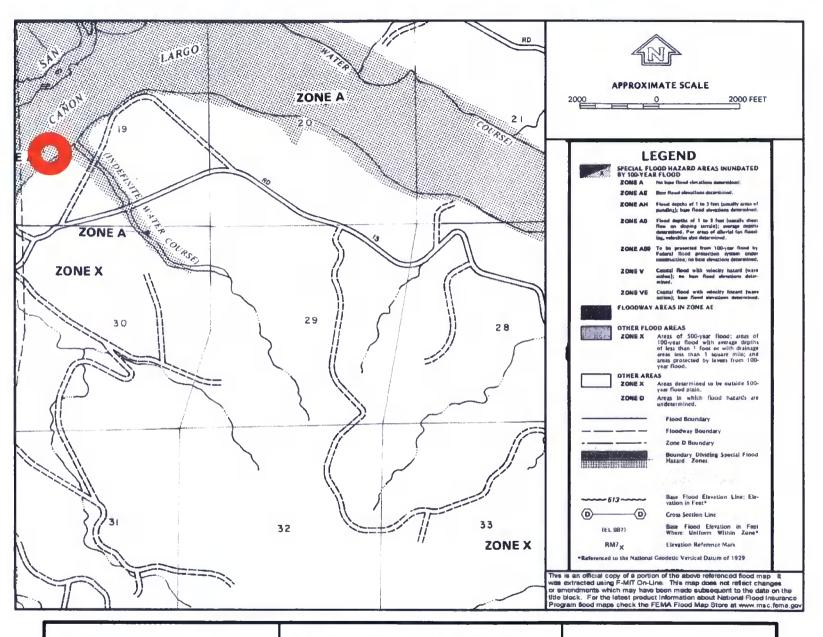
SNYDER GAS COM B #1N T29N, R09W, S19K San Juan County, NM

Aerial Photograph



SNYDER GAS COM B #1N T29N, R09W, S19K San Juan County, NM

Mines, Mills, and Quarries Map



SNYDER GAS COM B #1N T29N, R09W, S19K San Juan County, NM

FEMA Flood Zone Map

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

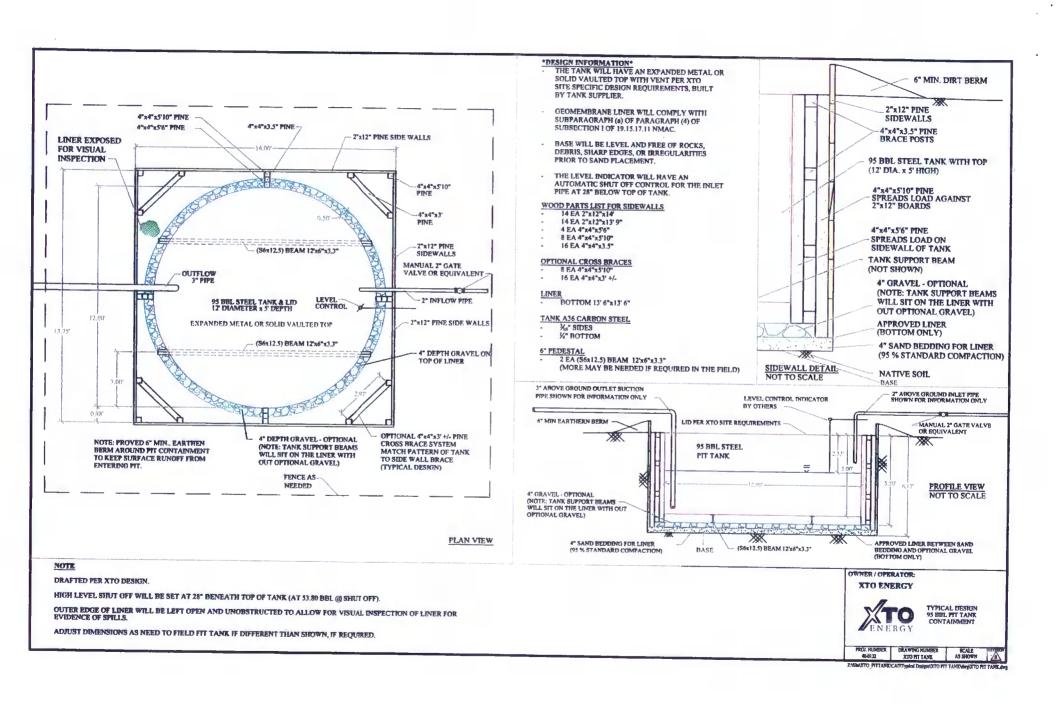
General Plan

- 1. XTO will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- 2. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site operated by XTO where the existing below-grade tank is located. The sign will list the Operator on record as the operator, the location of the well site by unit letter, section, township, range, and emergency telephone numbers.
- 3. XTO is requesting approval of an alternative fencing to be used on below-grade tank locations. Below-grade tank locations will be fenced utilizing 48" steel mesh field-fence (hogwire) with pipe railing along the top. A 6' chain link fence will be utilized around the well pad if the well site is within a city limits or ¼ mile of a permanent residence, school, hospital, institution or church. Below-grade tanks located within 1000' of a permanent residence, school, hospital, institution or church will be fenced by 6' chain link fence with at least two strands of barbed wire at the top. All gates associated with below-grade tanks will remain closed and locked when responsible individuals are not on site.
- 4. XTO shall construct below-grade tanks with an expanded metal covering or solid vaulted top on the top of the below-grade tank.
- 5. XTO will ensure that below-grade tanks are constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight. Tanks will be constructed of A36 carbon steel with 3/16" sides and 1/4" bottom. (See attached drawing).
- 6. The below-grade tank system will have a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom. Sand bedding (4") will be placed on top of a level foundation to ensure prevention of punctures, cracks or indentations of the liner or tank bottom.
- 7. XTO will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on. Below-grade tanks will be equipped with automatic high level shut-off devices as well as manually operated shut-off valves. (See attached drawing).
- 8. XTO will construct and use below-grade tanks that do not have double walls. The below-grade tank sidewalls will be open for visual inspection for leaks. The sidewalls of the cellar will be constructed with 2" X 12" pine sidewalls and 4" X 4" pine brace posts. The below-grade tank

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Design and Construction Plan
For Below-Grade Tanks
Page 2

bottom will be elevated a minimum of 6" above the underlying ground surface and the below-grade tank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected. (See attached drawing).

- 9. XTO will equip below-grade tanks designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows. (See attached drawing).
- 10. XTO will demonstrate to the OCD that the geomembrane liner complies with the specifications of Subparagraph (a) of Paragraph (4) of Subsection I of 19.15.17.11 NMAC and obtain approval from OCD prior to the installation of the design. The geomembrane liner shall have a hydraulic conductivity no greater than 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidics and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A. (See attached drawing).
- 11. The general specifications for design and construction are attached.



XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.12 NMAC the following information describes the operation and maintenance of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- 1. XTO will operate and maintain below-grade tanks to contain liquids and solids, maintain the integrity of the liner and secondary containment system, prevent contamination of fresh water and protect public health and the environment. Fluid levels will be monitored weekly and high levels will be removed as necessary. Monthly inspections will be conducted to monitor integrity of below-grade tank systems and below-grade tanks will be equipped with automatic high-level shut-off devices.
- 2. XTO will not allow below-grade tanks to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the below-grade tank. Below-grade tanks will be equipped with automatic high-level shut-off control devices as well as manually operated shut-off valves. See attached drawing for vault design and placement of diversion berms and shut-off devices.
- 3. XTO will continuously remove any visible or measurable layer of oil from the fluid surface of below-grade tanks in order to prevent significant accumulation of oil.
 - 4. XTO will inspect the below-grade tank monthly and maintain written records for five years. Monthly inspections will consist of documenting the following: (see attached template),

Well Name

API#

Sec., Twn., Rng.

XTO Inspector's name

Inspection date and time

Visible tears in liner

Visible signs of tank overflow

Collection of surface run on

Visible layer of oil

Visible signs of tank leak

Estimated freeboard

- 5. XTO will maintain adequate freeboard to prevent over topping of the below-grade tank. High level shut-off devices control the freeboard at an average of 28" beneath the top of the tank.
- 6. XTO will not discharge into or store any hazardous waste in any below-grade tank.
- 7. If a below-grade tank develops a leak, or if any penetration of a below-grade tank occurs below the liquids surface, XTO will remove all liquids above the damage or leak line within 48 hours,

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks Page 2

notify the appropriate division district office within 48 hours of the discovery and repair the damage or replace the below-grade tank. If an existing below-grade tank does not meet current requirements of Paragraphs 1-4 of Subsection I of 19.15.17.11 NMAC the tank will be modified or retrofitted to comply. If compliance can not be achieved XTO will implement the approved closure plan.

Well Name:				API No.:				
Legals	Sec:		Township:		Range:			
XTO Inspector's Name	Inspection Date	Inspection Time	Any visible liner tears (Y/N)	Any visible signs of tank overflows (Y/N)	Collection of surface run on (Y/N)	Visible layer	Any visible signs of a tank leak (Y/N)	Freeboa Est. (f
			1					
								- mark mark
								The second secon
Notes:	Provide De	tailed Descri	ption:					
Misc:								

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- 1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.
- 2. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.
- 4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B
Soil contaminated by exempt petroleum hydrocarbons
Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

- 5. XTO will 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 has approved prior to removal. Any associated liners will be removed, properly cleaned and disposed of per 19.15.9.712 NMAC at San Juan County Landfill. Documentation of the final disposition will be included in the closure report.
- 6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.
- 7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Closure Plan
For Below-Grade Tanks
Page 2

analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

- 8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.
- 9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.
- Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally.
 The notification will include the following:
 - i. Operator's name
 - ii. Well Name and API Number
 - iii. Location by Unit Letter, Section, Township, and Range

The surface owner shall also be notified prior to the implementation of any closure operations of below-grade tanks as per the approved closure plan using certified mail, return receipt requested.

- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. 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 placed 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.
- 12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. Soil cover will be constructed to the site's existing grade and ponding of water and erosion of the cover material will be prevented with drainage control, natural drainages and silt traps where needed.
- XTO will 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 be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks Page 3

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner;
 - ii. Details on capping and covering, where applicable;
 - iii. Inspection reports;
 - iv. Confirmation sampling analytical results;
 - v. Disposal facility name(s) and permit number(s);
 - vi. Soil backfilling and cover installation;
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable);
 - viii. Photo documentation of the site reclamation.

\$ 7° 0° 0°