Phone: (575) 393- <u>District II</u> 811 S. First St., A Phone: (575) 748- <u>District III</u> 1000 Rio Brazos I Phone: (505) 334- <u>District IV</u> 1220 S. St. Franci Phone: (505) 476-	-1283 Fax: (575) 74 Road, Aztec, NM 8 6178 Fax: (505) 33 s Dr., Santa Fe, NM 33460 Fax: (505) 47	4 87505 76-3462	BBS OCD P 1 5 2014 RECEIVED	Energy Minera Oil Con 1220 Sou	servation Div uth St. Franci 1 Fe, NM 875(Il Resources ision RECE s Dr. 05	-2 P I:		
	HILLIPS COM		Operator Name ar				² OGRID Num		
600 North Dairy Ashford Rd. Houston, Texas 77079		.d.					217817 * API Number 30-025- 42116		
* Property Code 31173		<u> </u>	······································	Property Name EAST VACUUM GBSA UNIT		I			
/				^{7.} Surface Lo				<i></i>	
UL - Lot E	Section 7	Fownship 17S	Range 35 % E	Lot Idn Feet fin 173			E/W Line WEST	County LEA	
E			3.96	* Proposed Botton			WLS1		
UL - Lot	Section	Fownship	Range	Lot Idn Feet fr	· · · · · · · · · · · · · · · · · · ·		E/W Line	County LEA	
			<u> </u>	<u> </u>	nation		_	<u> </u>	
	Pool Name EAST VACUUM GBSA Ų							Pool Code 62180	
16. Multiple			¹⁸ Formation Grayburg/San Andres e from nearest fresh water well			State 3948			
				roposed Casing and					
Туре	Hole S		Casing Size	Casing Weight/ft	Setting Dep			Estimated TOC	
Surface	12-1/4		9-5/8"	26#	1580'		750 Surfac		
Productio	n 8-3/4	F	7"	23#	5090'	120	0	Surface	
			Casing	/Cement Program: A	Additional Com	ments			
			^{22.} P	roposed Blowout Pr	evention Progra	1m			
Туре			Working Pressure		Test Pressure		Manufacturer		
Annular Double Ram						3000 3000	Townsend Schaffer		
		belief.	-	e and complete to the	Approved By:	OIL CONSERVA	TION DIVIS	ION	
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best of my kr I further cer 19.15.14.9 (E Signature: Printed name Title: E-mail Addre	tify that I have s) NMAC X : Debo Senio	rif poplicabl Drah M Upso r Regulatory n.upson@co	he. y Specialist nocophillips.com	06-5356	Title: Petro	09/15/14 1	Expiration Date:	99/15/16	

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Closed Loop System Design, Operating and Maintenance, and Closure Plan

ConocoPhillips Company Well: East Vacuum Graybury San Andres Unit (EVGBSA) No. 528 Location: Sec. 33, T17S, R35E Date: 8/28/2014

ConocoPhillips proposes the following plan for design, operating and maintenance, and closure of our proposed closed loop system for the above named well:

 We propose to use a closed loop system with steel pits, haul-off bins, and frac tanks for containing all cuttings, solids, mud, water, brine, and liquids. We will not dig a pit, nor will we use a drying pad, nor will we build an earth pit above ground level, nor will we dispose of or bury any waste on location.

All drilling waste and all drilling fluids (fresh water, brine, mud, cuttings, drill solids, cement returns, and any other liquid or solid that may be involved) will be contained on location in the rig's steel pits or in hauloff bins or in frac tanks as needed. The intent is as follows:

- We propose to use the rigs' steel pits for containing and maintaining the drilling fluids.
- We propose to remove cuttings and drilled solids from the mud by using solids control equipment and to contain such cuttings and drilled solids on location in haul-off bins.
- We propose that any excess water that may need to be stored on location will be stored in tanks.

The closed loop system components will be inspected daily by each tour and any needed repairs will be made immediately. Any leak in the system will be repaired immediately, and any spilled liquids and/or solids will be cleaned immediately, and the area where any such spill occurred will be remediated immediately.

2. Cuttings and solids will be removed from location in haul-off bins by an authorized contractor and disposed of at an authorized facility. For this well, we propose the following disposal facility:

R-360 Inc. 4507 West Carlsbad Hwy, Hobbs, NM 88240, P.O. Box 388; Hobbs, New Mexico 88241 Toll Free Phone: 877.505.4274, Local Phone Number: 432.638.4076

The physical address for the plant where the disposal facility is located is Highway 62/180 at mile marker 66 (33 miles East of Hobbs, NM and 32 miles West of Carlsbad, NM).

The Permit Number for R-360 is NM-01-0006.

A photograph showing the type of haul-off bins that will be used is attached.

- 3. Mud will be transported by vacuum truck and disposed of at R-360 Inc. at the facility described above.
- 4. Fresh Water and Brine will be hauled off by vacuum truck and disposed of at an authorized salt water disposal well. We propose the following for disposal of fresh water and brine as needed:
 - Nabors Well Services Company, 3221 NW County Rd; Hobbs, NM 88240, PO 5208 Hobbs, NM, 88241, Permit SWD 092. (Well Location: Section 3, T19S R37E)
 - Basic Energy Services, P.O. Box 1869; Eunice, NM 88231 Phone Number: 575.394.2545, Facility located at Hwy 18, Mile Marker 19; Eunice, NM.

Steven Herrin Drilling Engineer Office: 281-206-5115 Cell: 432-209-7558

SPECIFICATIONS

FLOOR: 3/16" PL one piece CROSS MEMBER: 3 x 4.1 channel 16" on . center

WALLS: 3/16" PL solid welded with tubing top, insi de liner hooks DOOR: 3/16" PL with tubing frame

FRONTE 3/16 PL slant (crmed-

PICK UP: Standard cable with 2" x 6" x 1/4"

rails, guisset at each crossmember

WHEELS: 10 DIA:x 9 long with rease fittings DOOR LATCH: 3 Independent ratchet binders with chains, vertical second latch GASKETS: Extruded rubber seal with metal. retainers

WELDS: All welds continuous except sub Sinuclur e crossmembers

FINISH: Coated Inside and out with direct to metal, rust inhibiting acrylic enamel color coat HYDROTESTING: Full capacity static test DIMENSIONS: 22'-11' iong (21'-8' inside), 99' wide (88' inside), see drawing for height OPTIONS: Steel grit blast and special paint, Amplice II. Holl and Disc stations Amplicell, Heil and Dino bickup

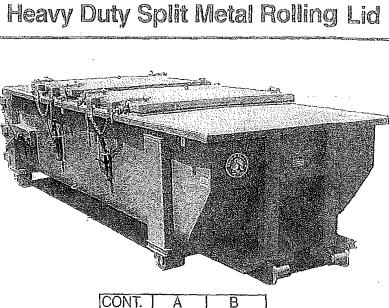
ROOF: 3/16" PL roof panels with tubing and channel suppon frame

LIDS: (2) 68' × 90" metal rolling lids spring loaded, self raising ROLLERS: 4" V-groove rollers with delrin bearings and grease fittings OPENING: (2) 60" x 82" openings

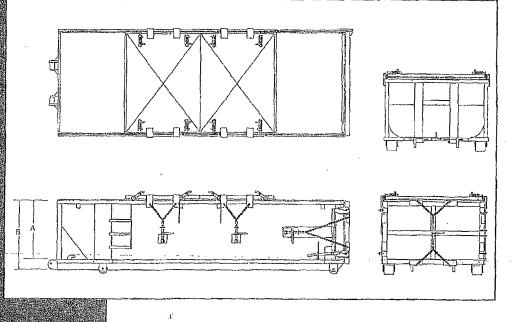
with 8" divider centered on container

LATOHI(2) independent ratchet binders with chains. perlid

CASKETS Extruded rubber seal with metal relainers



CONT.	A	В
20 YD	41	53
25 YD	53	65
30 YD	65	77



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