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

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.

# Proposed Alternative Method Permit or Closure Plan Application

|   | sed alternative method  |
|---|---|
| or proposed alternative method  |   |
| Instructions: Please submit one application (Form C-144) per individu   |   |
| Please be advised that approval of this request does not relieve the operator of liability should oper<br>nvironment. Nor does approval relieve the operator of its responsibility to comply with any other   |   |
| 1.  |   |
| Operator: Hilcorp Energy Company  |   |
| Address: 382 Road 3100 Aztec, NM 87410  |   |
| Facility or well name: Whitley 5  |   |
| API Number: 30-045-06685 OCD Permit Number  | :   |
| U/L or Qtr/Qtr G Section 8 Township 27N Range   | 9W County: San Juan   |
| Center of Proposed Design: Latitude 36.59122 Longitude  | -107.80766 NAD27  |
| 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 Management   ☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE ☐   ☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other                                       | PVC ☐ Other          bbl Dimensions: Lx Wx D                  |
| Tank Construction material: Metal   |   |
| ☐ Secondary containment with leak detection       ☑ Visible sidewalls, liner, 6-inch lift and         ☐ Visible sidewalls and liner       ☐ Visible sidewalls only       ☐ Other         Liner type: Thickness      mil       ☐ HDPE       ☐ PVC       ☒ Other  |   |
| 4.  Alternative Method:  Submittal of an exception request is required. Exceptions must be submitted to the Santa F   | Fe Environmental Bureau office for consideration of approval. |
| 5.  Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits,  Chain link, six feet in height, two strands of barbed wire at top (Required if located with institution or church)  Four foot height, four strands of barbed wire evenly spaced between one and four feet  Alternate. Please specify | -   |

| 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  |               |
|  |               |
| 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 acceptance.   | rtable source |
| material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.   | nable source  |
|  |               |
| General siting   |               |
| Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank.  | ☐ Yes ☐ No    |
| - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells   | ⊠ NA          |
| Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit.  | ☐ Yes ☐ No    |
| NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells   | ⊠ 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)   | Yes No        |
| - Written confirmation or verification from the municipality; Written approval obtained from the municipality  |               |
| Within the area overlying a subsurface mine. (Does not apply to below grade tanks)   | ☐ Yes ☐ No    |
| - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division  |               |
| Within an unstable area. (Does not apply to below grade tanks)   |               |
| <ul> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological<br/>Society; Topographic map</li> </ul>  | ∐ Yes ∐ No    |
|  | ☐ Yes ☐ No    |
| Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map   | 163 110       |
| •  |               |
| Below Grade Tanks  |               |
| Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured  | ☐ Yes ⊠ No    |
| from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site   |               |
| - Topographic map, Visual inspection (certification) of the proposed site  |               |
| Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;   | ☐ Yes ⊠ No    |
| - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site  |               |
| 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.)  | ☐ Yes ☐ No    |
| - Topographic map; Visual inspection (certification) of the proposed site  |               |
| Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial  | ☐ Yes ☐ No    |
| <ul><li>application.</li><li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li></ul>   |               |
| - v isual inspection (certification) of the proposed site, Aeriai photo, saterite inflage  |               |
| Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock   | ☐ Yes ☐ No    |
| 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 |               |

| 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        |  |  |
| <ul> <li>Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>  | ☐ 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 N  Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the doc 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 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. and 19.15.17.13 NMAC Previously Approved Design (attach copy of design) API 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 document of the following items must be attached.  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  Previously Approved Design (attach copy of design) API Number:   |                   |  |  |

| 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 a                              | locuments 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 <sub>2</sub> 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.  |                    |
|  | 1134               |
| Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well Fl  | uid Management Pit |
| ☐ 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   |                    |
| 14.  |                    |
| Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be a  | attached to the    |
| closure plan. Please indicate, by a check mark in the box, that the documents are attached.  |                    |
| <ul> <li>☑ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC</li> <li>☑ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMAC</li> </ul> |                    |
| ☐ Commission Sampling Flat (if applicable) - based upon the appropriate requirements of Subsection C of 19.13.17.13 NWAC ☐ 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  |                    |
|  |                    |
| 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 source.   | ce material are    |
| provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. Po  |                    |
| 19.15.17.10 NMAC for guidance.   |                    |
|  |                    |
| Ground water is less than 25 feet below the bottom of the buried waste.  | ☐ Yes ☐ No         |
| - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells   | □ NA □             |
| Ground water is between 25-50 feet below the bottom of the buried waste  | ☐ Yes ☐ No         |
| - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells   | □ 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   | ☐ 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.  | ☐ Yes ☐ No         |
| - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image  |                    |
| Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in existence  | ☐ Yes ☐ No         |
| at the time of initial application.  |                    |
| - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site   |                    |
| Written confirmation or verification from the municipality; Written approval obtained from the municipality  | ☐ Yes ☐ No         |
|  |                    |
| Within 300 feet of a wetland.  US Figh and Wildlife Wetland Identification man: Topographic man: Visual inspection (certification) of the proposed site.   |                    |
| US Fish and Wildlife Wetland Identification map; Topographic map; 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; V   | Written approval obtained from th  | e municipality                    | ☐ 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 Bur Society; Topographic map  | reau of Geology & Mineral Resour   | rces; USGS; NM Geological         |                     |  |
| Within a 100-year floodplain.   |  |                                   | Yes No              |  |
| - 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. Please indicate, 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 E of 19.15.17.13 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 drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC  Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC  Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC  Waste Material Sampling Plan - based upon the appropriate requirements 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 be achieved)  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 H of 19.15.17.13 NMAC |  |                                   |                     |  |
| 17. Operator Application Certification:   |  |                                   |                     |  |
| I hereby certify that the information submitted with this application   | -  |                                   |                     |  |
| Name (Print):   | Title:   |                                   |                     |  |
| Signature:  | Date:  |                                   |                     |  |
| e-mail address:   | Telephone:   |                                   |                     |  |
| 18.  OCD Approval: Permit Application (including closure plan)  | _ ` • / _  | Conditions (see attachment)       |                     |  |
| OCD Representative Signature: Victoria Venegas  | Report   | Approval Date:11/29               | 9/2021              |  |
| Title: Environmental Specialist   | OCD Permit Num   |                                   |                     |  |
| 19. Closure Report (required within 60 days of closure completion): Instructions: Operators are required to obtain an approved closure The closure report is required to be submitted to the division within section of the form until an approved closure plan has been obtained   | e plan prior to implementing any<br>n 60 days of the completion of the<br>ed and the closure activities have | closure activities. Please do no  |                     |  |
| 20. 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)  |  |
| 21.  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)   | e following items must be attached   | d to the closure report. Please i | ndicate, by a check |  |

| 22.  |                    |  |
|--|--------------------|--|
| Operator Closure Certification:  |                    |  |
| I hereby certify that the information and attachments submitted with         | this closure repor | art is true, accurate and complete to the best of my knowledge and |
| belief. I also certify that the closure complies with all applicable closure |                    |  |
| belief. Taiso certify that the closure compiles with an applicable clos      | sure requirements  | s and conditions specified in the approved closure plan.           |
| Name (Print): Kandis Roland  | Title:             | Operations/Regulatory Technician – Sr                              |
| Name (1 mit). Kandis Koland  |                    | Operations/Regulatory Technician – Si                              |
|  |                    |  |
| Signature: Kandís Roland   |                    | Date: <u>9/16/20</u>   |
|  |                    |  |
| e-mail address: kroland@hilcorp.com  | Telephone:         | (505) 324-5149   |
| C man address. Rioland (C) meet product                                      | rerepriene: _      | (303) 321 311)   |

Form C-144
. Released to Imaging: 11/29/2021 2:24:42 PM

# Hilcorp Energy Company San Juan Basin Below Grade Tank Closure Report

Lease Name: Whitley 5 API No.: 30-045-06685

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 not 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 email.

The closure process notification to the landowner was sent via email. (See Attached) (Well located on Federal Land, certified mail is not required for Federal Land per BLM/OCD MOU.)

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.

9/16/2020

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: Kandis Roland

**Sent:** Thursday, August 13, 2020 3:09 PM **To:** 'Smith, Cory, EMNRD'; aadeloye@blm.gov

Cc: Cheryl Weston; Clara Cardoza; Keri Hutchins; Cameron Garrett; Jose Morales; Kandis Roland

**Subject:** 72-hour notification - Whitley 5 (API 30-045-06685)

Attachments: Whitley 5 BGT Approved.pdf

**Subject: 72 Hour BGT Closure Notification** 

Anticipated Start Date: Thursday, August 20, 2020 at approximately 12:00 noon.

The subject well has a below-grade tank that will be reset as an AGT. The BGT permit is attached. Please contact me at any time if you have any questions or concerns.

Well Name: Whitley 5

**API#**: 30-045-06685

Location: Unit G (SW/NE), Section 8, T27N, R09W

Footages: 1790' FNL & 1670' FEL

Operator: Hilcorp Energy Surface Owner: Federal (Lease NMNM02294)

**Reason:** Tied to INC cJK205252062. Reset tank as AGT.

Please forward to anyone that I may have missed.

Thank you,

Kandis Roland
HILCORP ENERGY
San Juan South Regulatory
505.324.5149
kroland@hilcorp.com

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 |  |

## **Release Notification**

### **Responsible Party**

| Responsible Party Hilcorp Energy Company   | OGRID 372171  |  |
|--|---|--|
| Contact Name Kandis Roland   | Contact Telephone (505) 324-5149                                |  |
| Contact email kroland@hilcorp.com  | Incident # (assigned by OCD)                                    |  |
| Contact mailing address 382 Road 3100 Aztec NM 87410   |   |  |
|  |   |  |
| Location of R  | Release Source  |  |
| Latitude 36.59122 Longitude  | -107.80766  |  |
| (NAD 27 in decimal de  | grees to 5 decimal places)                                      |  |
| Site Name Whitley 5  | Site Type Gas Well  |  |
| Date Release Discovered N/A  | API# (if applicable) 30-045-06685                               |  |
|  |   |  |
| Unit Letter Section Township Range G 8 27N 9W  | County  |  |
| G 8 2/N 9W   | San Juan  |  |
| Surface Owner: State Federal Tribal Private (Name:   | )   |  |
| ,  | <del>-</del>  |  |
| Nature and Vol   | lume of Release   |  |
|  | tions or specific justification for the volumes provided below) |  |
| Crude Oil Volume Released (bbls)   | Volume Recovered (bbls)   |  |
| Produced Water Volume Released (bbls)  | Volume Recovered (bbls)   |  |
| Is the concentration of dissolved chloride produced water >10,000 mg/l?  | e in the Yes No   |  |
| Condensate Volume Released (bbls)  | Volume Recovered (bbls)   |  |
| Natural Gas Volume Released (Mcf)  | Volume Recovered (Mcf)  |  |
| Other (describe) Volume/Weight Released (provide units)  | Volume/Weight Recovered (provide units)                         |  |
| Cause of Release   |   |  |
| No release was encountered during the BGT Closure.   |   |  |
| and the second s |   |  |
|  |   |  |

Received by OCD: 9/16/2020 2:39:16 PM State of New Mexico
Page 2 Oil Conservation Division

| 73    |    |     | c - |
|-------|----|-----|-----|
| Paga  |    | 0.1 |     |
| 1 420 | 14 | U   | -   |
|       |    |     |     |

| Incident ID    |  |
|----------------|--|
| District RP    |  |
| Facility ID    |  |
| Application ID |  |

| Was this a major                               | If YES, for what reason(s) does the r           | esponsible party consider this a           | major release?   |
|--|---|--|--|
| release as defined by 19.15.29.7(A) NMAC?      |   |  |  |
| 1).13.2)./(A) NWIAC:                           |   |  |  |
| ☐ Yes ⊠ No                                     | N/A   |  |  |
|  |   |  |  |
|  |   |  |  |
| If YES, was immediate n                        | otice given to the OCD? By whom? T              | To whom? When and by what m                | eans (phone, email, etc)?  |
| Not Required                                   |   |  |  |
|  | Initia  | l Response                                 |  |
| The responsible                                | party must undertake the following actions imme | ediately 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 berm          | s or dikes, absorbent pads, or ot          | ner containment devices.   |
| ☐ All free liquids and re                      | ecoverable materials have been remove           | ed and managed appropriately.              |  |
| If all the actions describe                    | d above have <u>not</u> been undertaken, exp    | lain why:                                  |  |
|  |   |  |  |
|  |   |  |  |
|  |   |  |  |
|  |   |  |  |
|  |   |  |  |
| Per 19 15 29 8 B (4) NM                        | IAC the responsible party may comme             | nce remediation immediately af             | ter discovery of a release. If remediation   |
| has begun, please attach                       | a narrative of actions to date. If reme         | dial efforts have been successf            | ally completed or if the release occurred  |
| within a lined containmen                      | nt area (see 19.15.29.11(A)(5)(a) NMA           | .C), please attach all information         | n needed for closure evaluation.   |
|  | rmation given above is true and complete t      |  |  |
|  |   | •  | we actions for releases which may endanger tor of liability should their operations have |
| failed to adequately investig                  | ate and remediate contamination that pose       | a threat to groundwater, surface wa        | ter, human health or the environment. In   |
| addition, OCD acceptance o and/or regulations. | f a C-141 report does not relieve the operat    | or of responsibility for compliance        | with any other federal, state, or local laws   |
| · ·  |   |  |  |
| Printed Name: Kandis                           | Roland  | Title: Operations/Regu                     | ılatory Technician – Sr.   |
| Signature:Kana                                 | lís Roland                                      | D  | ate:9/16/2020  |
| email:   | kroland@hilcorp.com                             | Telephone:                                 | (505) 324-5149   |
|  |   |  |  |
| OCD Only                                       |   |  |  |
|  |   | D /  |  |
| keceived by:                                   |   | Date:                                      |  |



## ANALYTICAL REPORT

September 02, 2020

## HilCorp-Farmington, NM

Sample Delivery Group: L1253374 Samples Received: 08/21/2020

Project Number:

Description: BGT Closure Sample

Site: WHITLEY 5

Report To: Clara Cardoza

382 Road 3100

Aztec, NM 87410

<sup>1</sup>Cp

<sup>2</sup>Tc















Entire Report Reviewed By:

Olivia Studebaker
Project Manager

Results relate only to the items tested or calibrated and are reported as rounded values. This test report shall not be reproduced, except in full, without written approxis of the laboratory. Where applicable, sampling conducted by Proceedings of the Student Student

| Cp: Cover Page                                      | 1  |
|---|----|
| Tc: Table of Contents                               | 2  |
| Ss: Sample Summary                                  | 3  |
| Cn: Case Narrative                                  | 4  |
| Sr: Sample Results                                  | 5  |
| BGT CLOSURE L1253374-01                             | 5  |
| Qc: Quality Control Summary                         | 6  |
| Wet Chemistry by Method 300.0                       | 6  |
| Volatile Organic Compounds (GC) by Method 8015      | 7  |
| Volatile Organic Compounds (GC) by Method 8021      | 8  |
| Semi-Volatile Organic Compounds (GC) by Method 8015 | 9  |
| GI: Glossary of Terms                               | 10 |
| Al: Accreditations & Locations                      | 11 |
| Sc. Sample Chain of Custody                         | 12 |





















Collected by

Collected date/time Received date/time

| BGT CLOSURE L1253374-01 Solid                       | C Cardoza | 08/20/20 10:05 | 08/21/20 09:   | 30             |         |                |
|---|-----------|----------------|----------------|----------------|---------|----------------|
| Method  | Batch     | Dilution       | Preparation    | Analysis       | Analyst | Location       |
|   |           |                | date/time      | date/time      |         |                |
| Wet Chemistry by Method 300.0                       | WG1531556 | 1              | 08/26/20 09:59 | 08/26/20 19:10 | MSP     | Mt. Juliet, TN |
| Volatile Organic Compounds (GC) by Method 8015      | WG1533658 | 1              | 08/25/20 21:53 | 08/27/20 20:37 | JHH     | Mt. Juliet, TN |
| Volatile Organic Compounds (GC) by Method 8021      | WG1536671 | 1              | 08/25/20 21:53 | 09/02/20 16:01 | DWR     | Mt. Juliet, TN |
| Semi-Volatile Organic Compounds (GC) by Method 8015 | WG1533571 | 1              | 08/27/20 19:00 | 08/28/20 04:40 | TJD     | Mt. Juliet, TN |



















All sample aliquots were received at the correct temperature, in the proper containers, with the appropriate preservatives, and within method specified holding times, unless qualified or notated within the report. Where applicable, all MDL (LOD) and RDL (LOQ) values reported for environmental samples have been corrected for the dilution factor used in the analysis. All Method and Batch Quality Control are within established criteria except where addressed in this case narrative, a non-conformance form or properly qualified within the sample results. By my digital signature below, I affirm to the best of my knowledge, all problems/anomalies observed by the laboratory as having the potential to affect the quality of the data have been identified by the laboratory, and no information or data have been knowingly withheld that would affect the quality of the data.



















Olivia Studebaker Project Manager

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## SAMPLE RESULTS - 01

Collected date/time: 08/20/20 10:05

#### Wet Chemistry by Method 300.0

|          | Result | Qualifier | RDL   | Dilution | Analysis         | Batch     |
|----------|--------|-----------|-------|----------|------------------|-----------|
| Analyte  | mg/kg  |           | mg/kg |          | date / time      |           |
| Chloride | ND     |           | 20.0  | 1        | 08/26/2020 19:10 | WG1531556 |

#### Volatile Organic Compounds (GC) by Method 8015/8015D/8021/GRO

|                                 | Result | Qualifier | RDL      | Dilution | Analysis         | <u>Batch</u> |
|---------------------------------|--------|-----------|----------|----------|------------------|--------------|
| Analyte                         | mg/kg  |           | mg/kg    |          | date / time      |              |
| Benzene                         | ND     |           | 0.000500 | 1        | 09/02/2020 16:01 | WG1536671    |
| Toluene                         | ND     |           | 0.00500  | 1        | 09/02/2020 16:01 | WG1536671    |
| Ethylbenzene                    | ND     |           | 0.000500 | 1        | 09/02/2020 16:01 | WG1536671    |
| Total Xylene                    | ND     |           | 0.00150  | 1        | 09/02/2020 16:01 | WG1536671    |
| TPH (GC/FID) Low Fraction       | ND     |           | 0.100    | 1        | 08/27/2020 20:37 | WG1533658    |
| (S) a,a,a-Trifluorotoluene(FID) | 96.7   |           | 77.0-120 |          | 08/27/2020 20:37 | WG1533658    |
| (S) a,a,a-Trifluorotoluene(FID) | 103    |           | 77.0-120 |          | 09/02/2020 16:01 | WG1536671    |
| (S) a,a,a-Trifluorotoluene(PID) | 98.2   |           | 72.0-128 |          | 08/27/2020 20:37 | WG1533658    |
| (S) a,a,a-Trifluorotoluene(PID) | 98.3   |           | 72.0-128 |          | 09/02/2020 16:01 | WG1536671    |



Ss

Cn

| 6  |  |
|----|--|
| QC |  |





#### Semi-Volatile Organic Compounds (GC) by Method 8015

|                      | Result | Qualifier | RDL      | Dilution | Analysis         | Batch     |
|----------------------|--------|-----------|----------|----------|------------------|-----------|
| Analyte              | mg/kg  |           | mg/kg    |          | date / time      |           |
| C10-C28 Diesel Range | ND     |           | 4.00     | 1        | 08/28/2020 04:40 | WG1533571 |
| C28-C40 Oil Range    | ND     |           | 4.00     | 1        | 08/28/2020 04:40 | WG1533571 |
| (S) o-Terphenyl      | 59.7   |           | 18.0-148 |          | 08/28/2020 04:40 | WG1533571 |



#### QUALITY CONTROL SUMMARY

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Wet Chemistry by Method 300.0

L1253374-01

#### Method Blank (MB)

| (MB) R3564305-1 ( | 08/26/20 17:38 |              |        |        |
|-------------------|----------------|--------------|--------|--------|
|                   | MB Result      | MB Qualifier | MB MDL | MB RDL |
| Analyte           | mg/kg          |              | mg/kg  | mg/kg  |
| Chloride          | U              |              | 9.20   | 20.0   |



### L1253373-01 Original Sample (OS) • Duplicate (DUP)

|          | Original Result | DUP Result | Dilution | DUP RPD | <b>DUP Qualifier</b> | DUP RPD<br>Limits |  |
|----------|-----------------|------------|----------|---------|----------------------|-------------------|--|
| Analyte  | mg/kg           | mg/kg      |          | %       |                      | %                 |  |
| Chloride | ND              | ND         | 1        | 0.000   |                      | 20                |  |



Ss

#### L1253439-04 Original Sample (OS) • Duplicate (DUP)

(OS) L1253439-04 08/26/20 20:35 • (DLIP) R3564305-6 08/26/20 20:44

| (03) [1233439-04 06/20/ | Original Result | ,     |   | DUP RPD | DUP Qualifier | DUP RPD<br>Limits |
|-------------------------|-----------------|-------|---|---------|---------------|-------------------|
| Analyte                 | mg/kg           | mg/kg |   | %       |               | %                 |
| Chloride                | ND              | ND    | 1 | 0.943   |               | 20                |



#### Laboratory Control Sample (LCS)

| 3/26/20 17:48 |
|---------------|
|               |

| , ,      | Spike Amount | LCS Result | LCS Rec. | Rec. Limits | LCS Qualifier |
|----------|--------------|------------|----------|-------------|---------------|
| Analyte  | mg/kg        | mg/kg      | %        | %           |               |
| Chloride | 200          | 204        | 102      | 90.0-110    |               |



#### L1253374-01 Original Sample (OS) • Matrix Spike (MS) • Matrix Spike Duplicate (MSD)

| (OS) L1253374-01 08/26/20 19:10 • (MS) R3564305-4 | 08/26/20 19:44 • (MSD) R3564305-5 08/26/20 19:54 |
|---|--|
|---|--|

| (03) [1233374-01 00/20/20 13:10 • (1013) (33043005-4 00/20/20 13:44 • (10130) (33043005-3 00/20/20 13:34 |              |                 |           |            |         |          |          |             |              |               |       |            |  |
|--|--------------|-----------------|-----------|------------|---------|----------|----------|-------------|--------------|---------------|-------|------------|--|
|  | Spike Amount | Original Result | MS Result | MSD Result | MS Rec. | MSD Rec. | Dilution | Rec. Limits | MS Qualifier | MSD Qualifier | RPD   | RPD Limits |  |
| Analyte  | mg/kg        | mg/kg           | mg/kg     | mg/kg      | %       | %        |          | %           |              |               | %     | %          |  |
| Chloride   | 500          | ND              | 500       | 501        | 100     | 100      | 1        | 80.0-120    |              |               | 0.220 | 20         |  |

Volatile Organic Compounds (GC) by Method 8015

#### QUALITY CONTROL SUMMARY

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L1253374-01

## Method Blank (MB)

| (MB) R3564706-2 08/27/20 19:34     |           |              |        |          |  |  |  |  |
|------------------------------------|-----------|--------------|--------|----------|--|--|--|--|
|                                    | MB Result | MB Qualifier | MB MDL | MB RDL   |  |  |  |  |
| Analyte                            | mg/kg     |              | mg/kg  | mg/kg    |  |  |  |  |
| TPH (GC/FID) Low Fraction          | U         |              | 0.0217 | 0.100    |  |  |  |  |
| (S)<br>a,a,a-Trifluorotoluene(FID) | 97.3      |              |        | 77.0-120 |  |  |  |  |
| (S)<br>a,a,a-Trifluorotoluene(PID) | 100       |              |        | 72.0-128 |  |  |  |  |

#### Laboratory Control Sample (LCS)

| (LCS) R3564706-1 08/27/2018:49     |              |            |          |             |               |  |  |  |  |  |
|------------------------------------|--------------|------------|----------|-------------|---------------|--|--|--|--|--|
|                                    | Spike Amount | LCS Result | LCS Rec. | Rec. Limits | LCS Qualifier |  |  |  |  |  |
| Analyte                            | mg/kg        | mg/kg      | %        | %           |               |  |  |  |  |  |
| TPH (GC/FID) Low Fraction          | 5.50         | 6.09       | 111      | 72.0-127    |               |  |  |  |  |  |
| (S)<br>a,a,a-Trifluorotoluene(FID) |              |            | 101      | 77.0-120    |               |  |  |  |  |  |
| (S)<br>a.a.a-Trifluorotoluene(PID) |              |            | 107      | 72.0-128    |               |  |  |  |  |  |



Volatile Organic Compounds (GC) by Method 8021

#### QUALITY CONTROL SUMMARY

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L1253374-01

#### Method Blank (MB)

| (MB) R3566669-2 09/02              | (MB) R3566669-2 09/02/20 14:14 |              |          |          |  |  |  |
|------------------------------------|--------------------------------|--------------|----------|----------|--|--|--|
|                                    | MB Result                      | MB Qualifier | MB MDL   | MB RDL   |  |  |  |
| Analyte                            | mg/kg                          |              | mg/kg    | mg/kg    |  |  |  |
| Benzene                            | U                              |              | 0.000120 | 0.000500 |  |  |  |
| Toluene                            | U                              |              | 0.000150 | 0.00500  |  |  |  |
| Ethylbenzene                       | U                              |              | 0.000110 | 0.000500 |  |  |  |
| Total Xylene                       | U                              |              | 0.000460 | 0.00150  |  |  |  |
| (S)<br>a,a,a-Trifluorotoluene(FID) | 106                            |              |          | 77.0-120 |  |  |  |
| (S)<br>a,a,a-Trifluorotoluene(PID) | 101                            |              |          | 72.0-128 |  |  |  |

















Semi-Volatile Organic Compounds (GC) by Method 8015

#### QUALITY CONTROL SUMMARY

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L1253374-01

#### Method Blank (MB)

| (MB) R3564695-1 08/28 | (MB) R3564695-1 08/28/20 03:22 |              |        |          |  |  |  |
|-----------------------|--------------------------------|--------------|--------|----------|--|--|--|
|                       | MB Result                      | MB Qualifier | MB MDL | MB RDL   |  |  |  |
| Analyte               | mg/kg                          |              | mg/kg  | mg/kg    |  |  |  |
| C10-C28 Diesel Range  | U                              |              | 1.61   | 4.00     |  |  |  |
| C28-C40 Oil Range     | 0.517                          | <u>J</u>     | 0.274  | 4.00     |  |  |  |
| (S) o-Terphenyl       | <i>78.7</i>                    |              |        | 18.0-148 |  |  |  |



## Laboratory Control Sample (LCS)

| (LCS) R3564695-2 08/28/20 03:35 |              |            |          |             |               |  |  |  |  |
|---------------------------------|--------------|------------|----------|-------------|---------------|--|--|--|--|
|                                 | Spike Amount | LCS Result | LCS Rec. | Rec. Limits | LCS Qualifier |  |  |  |  |
| Analyte                         | mg/kg        | mg/kg      | %        | %           |               |  |  |  |  |
| C10-C28 Diesel Range            | 50.0         | 33.1       | 66.2     | 50.0-150    |               |  |  |  |  |
| (S) o-Terphenyl                 |              |            | 55.0     | 18.0-148    |               |  |  |  |  |





### L1254996-01 Original Sample (OS) • Matrix Spike (MS) • Matrix Spike Duplicate (MSD)

|    | , , , , , _ ,    |                  |                     |                      |                 |                 |
|----|------------------|------------------|---------------------|----------------------|-----------------|-----------------|
| (( | )S)   1254996-01 | 08/28/20 03:48 • | (MS) R3564695-3     | 08/28/20 04:01 • (M: | SD) R3564695-4  | 08/28/20 04:14  |
| 1, | 30, 2120 1330 01 | 00/20/20 00.10   | (1110) 11000 1000 0 | 00/20/20 0 1.01 (111 | 00) 1000 1000 1 | 00/20/20 0 1.11 |

| (00) 2:20 :000 0: 00,20 | ` '   | Original Result |       | MSD Result | MS Rec. | MSD Rec. | Dilution | Rec. Limits | MS Qualifier | MSD Qualifier | RPD  | RPD Limits |
|-------------------------|-------|-----------------|-------|------------|---------|----------|----------|-------------|--------------|---------------|------|------------|
| Analyte                 | mg/kg | mg/kg           | mg/kg | mg/kg      | %       | %        |          | %           |              |               | %    | %          |
| C10-C28 Diesel Range    | 49.4  | 64.5            | 91.5  | 98.8       | 54.7    | 69.4     | 1        | 50.0-150    |              |               | 7.67 | 20         |
| (S) o-Terphenyl         |       |                 |       |            | 46.7    | 51.5     |          | 18.0-148    |              |               |      |            |





HilCorp-Farmington, NM

#### Guide to Reading and Understanding Your Laboratory Report

The information below is designed to better explain the various terms used in your report of analytical results from the Laboratory. This is not intended as a comprehensive explanation, and if you have additional questions please contact your project representative.

Results Disclaimer - Information that may be provided by the customer, and contained within this report, include Permit Limits, Project Name, Sample ID, Sample Matrix, Sample Preservation, Field Blanks, Field Spikes, Field Duplicates, On-Site Data, Sampling Collection Dates/Times, and Sampling Location. Results relate to the accuracy of this information provided, and as the samples are received.

#### Abbreviations and Definitions

| Appleviations and               | a Delimitions  |
|---------------------------------|--|
| MDL                             | Method Detection Limit.  |
| ND                              | Not detected at the Reporting Limit (or MDL where applicable).   |
| RDL                             | Reported Detection Limit.  |
| Rec.                            | Recovery.  |
| RPD                             | Relative Percent Difference.   |
| SDG                             | Sample Delivery Group.   |
| (S)                             | Surrogate (Surrogate Standard) - Analytes added to every blank, sample, Laboratory Control Sample/Duplicate and Matrix Spike/Duplicate; used to evaluate analytical efficiency by measuring recovery. Surrogates are not expected to be detected in all environmental media.   |
| U                               | Not detected at the Reporting Limit (or MDL where applicable).   |
| Analyte                         | The name of the particular compound or analysis performed. Some Analyses and Methods will have multiple analytes reported.   |
| Dilution                        | If the sample matrix contains an interfering material, the sample preparation volume or weight values differ from the standard, or if concentrations of analytes in the sample are higher than the highest limit of concentration that the laboratory can accurately report, the sample may be diluted for analysis. If a value different than 1 is used in this field, the result reported has already been corrected for this factor.  |
| Limits                          | These are the target % recovery ranges or % difference value that the laboratory has historically determined as normal for the method and analyte being reported. Successful QC Sample analysis will target all analytes recovered or duplicated within these ranges.  |
| Original Sample                 | The non-spiked sample in the prep batch used to determine the Relative Percent Difference (RPD) from a quality control sample. The Original Sample may not be included within the reported SDG.  |
| Qualifier                       | This column provides a letter and/or number designation that corresponds to additional information concerning the result reported. If a Qualifier is present, a definition per Qualifier is provided within the Glossary and Definitions page and potentially a discussion of possible implications of the Qualifier in the Case Narrative if applicable.  |
| Result                          | The actual analytical final result (corrected for any sample specific characteristics) reported for your sample. If there was no measurable result returned for a specific analyte, the result in this column may state "ND" (Not Detected) or "BDL" (Below Detectable Levels). The information in the results column should always be accompanied by either an MDL (Method Detection Limit) or RDL (Reporting Detection Limit) that defines the lowest value that the laboratory could detect or report for this analyte. |
| Uncertainty<br>(Radiochemistry) | Confidence level of 2 sigma.   |
| Case Narrative (Cn)             | A brief discussion about the included sample results, including a discussion of any non-conformances to protocol observed either at sample receipt by the laboratory from the field or during the analytical process. If present, there will be a section in the Case Narrative to discuss the meaning of any data qualifiers used in the report.  |
| Quality Control<br>Summary (Qc) | This section of the report includes the results of the laboratory quality control analyses required by procedure or analytical methods to assist in evaluating the validity of the results reported for your samples. These analyses are not being performed on your samples typically, but on laboratory generated material.  |
| Sample Chain of<br>Custody (Sc) | This is the document created in the field when your samples were initially collected. This is used to verify the time and date of collection, the person collecting the samples, and the analyses that the laboratory is requested to perform. This chain of custody also documents all persons (excluding commercial shippers) that have had control or possession of the samples from the time of collection until delivery to the laboratory for analysis.  |
| Sample Results (Sr)             | This section of your report will provide the results of all testing performed on your samples. These results are provided by sample ID and are separated by the analyses performed on each sample. The header line of each analysis section for each sample will provide the name and method number for the analysis reported.   |
| Sample Summary (Ss)             | This section of the Analytical Report defines the specific analyses performed for each sample ID, including the dates and times of preparation and/or analysis.  |
|                                 |  |

#### Qualifier Description

The identification of the analyte is acceptable; the reported value is an estimate.



Ср





















Pace National is the only environmental laboratory accredited/certified to support your work nationwide from one location. One phone call, one point of contact, one laboratory. No other lab is as accessible or prepared to handle your needs throughout the country. Our capacity and capability from our single location laboratory is comparable to the collective totals of the network laboratories in our industry. The most significant benefit to our one location design is the design of our laboratory campus. The model is conducive to accelerated productivity, decreasing turn-around time, and preventing cross contamination, thus protecting sample integrity. Our focus on premium quality and prompt service allows us to be YOUR LAB OF CHOICE.

\* Not all certifications held by the laboratory are applicable to the results reported in the attached report.

\* Accreditation is only applicable to the test methods specified on each scope of accreditation held by Pace National.

#### State Accreditations

| Alabama                | 40660       |
|------------------------|-------------|
| Alaska                 | 17-026      |
| Arizona                | AZ0612      |
| Arkansas               | 88-0469     |
| California             | 2932        |
| Colorado               | TN00003     |
| Connecticut            | PH-0197     |
| Florida                | E87487      |
| Georgia                | NELAP       |
| Georgia <sup>1</sup>   | 923         |
| Idaho                  | TN00003     |
| Illinois               | 200008      |
| Indiana                | C-TN-01     |
| lowa                   | 364         |
| Kansas                 | E-10277     |
| Kentucky 16            | 90010       |
| Kentucky <sup>2</sup>  | 16          |
| Louisiana              | Al30792     |
| Louisiana <sup>1</sup> | LA180010    |
| Maine                  | TN0002      |
| Maryland               | 324         |
| Massachusetts          | M-TN003     |
| Michigan               | 9958        |
| Minnesota              | 047-999-395 |
| Mississippi            | TN00003     |
| Missouri               | 340         |
| Montana                | CERT0086    |
|                        |             |

| Nebraska                    | NE-OS-15-05      |
|-----------------------------|------------------|
| Nevada                      | TN-03-2002-34    |
| New Hampshire               | 2975             |
| New Jersey-NELAP            | TN002            |
| New Mexico <sup>1</sup>     | n/a              |
| New York                    | 11742            |
| North Carolina              | Env375           |
| North Carolina <sup>1</sup> | DW21704          |
| North Carolina <sup>3</sup> | 41               |
| North Dakota                | R-140            |
| Ohio-VAP                    | CL0069           |
| Oklahoma                    | 9915             |
| Oregon                      | TN200002         |
| Pennsylvania                | 68-02979         |
| Rhode Island                | LAO00356         |
| South Carolina              | 84004            |
| South Dakota                | n/a              |
| Tennessee 1 4               | 2006             |
| Texas                       | T104704245-18-15 |
| Texas <sup>5</sup>          | LAB0152          |
| Utah                        | TN00003          |
| Vermont                     | VT2006           |
| Virginia                    | 460132           |
| Washington                  | C847             |
| West Virginia               | 233              |
| Wisconsin                   | 9980939910       |
| Wyoming                     | A2LA             |
|                             |                  |

#### Third Party Federal Accreditations

| A2LA – ISO 17025   | 1461.01 |
|--------------------|---------|
| A2LA - ISO 17025 5 | 1461.02 |
| Canada             | 1461.01 |
| EPA-Crypto         | TN00003 |

| AIHA-LAP,LLC EMLAP | 100789        |
|--------------------|---------------|
| DOD                | 1461.01       |
| USDA               | P330-15-00234 |

<sup>&</sup>lt;sup>1</sup> Drinking Water <sup>2</sup> Underground Storage Tanks <sup>3</sup> Aquatic Toxicity <sup>4</sup> Chemical/Microbiological <sup>5</sup> Mold <sup>6</sup> Wastewater n/a Accreditation not applicable

#### Our Locations

Pace National has sixty-four client support centers that provide sample pickup and/or the delivery of sampling supplies. If you would like assistance from one of our support offices, please contact our main office. Pace National performs all testing at our central laboratory.















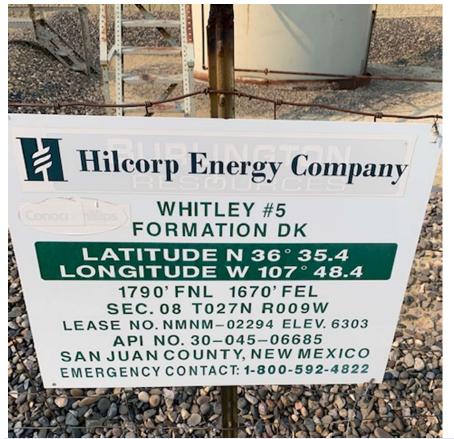




|  |                                       |                      | Billing Info                              | Billing Information:         |                             |             | E.L.              |            |             | Analysis / Container / Preservative                       |     |  |  |   | Chain of Custody Page of    |   |                               |
|--|---------------------------------------|----------------------|---|------------------------------|-----------------------------|-------------|-------------------|------------|-------------|---|-----|--|--|---|-----------------------------|---|-------------------------------|
|  |                                       |                      | ATTN: C                                   | lara Cardoz                  | a                           | Pres<br>Chk |                   |            |             |   |     |  |  |   |                             | Pace  | Analytical*                   |
|  |                                       |                      |   |                              |                             |             |                   |            |             |   |     |  |  |   |                             | National Ce   | nter for Testing & Innovation |
|  |                                       |                      | a@hilcorp.c                               |                              |                             |             |                   |            |             |   | 4   |  |  | 12065 Lebanon Rd<br>Mount Juliet, TN 37                         |                             |   |                               |
| Project Description: BGT Closure Sample  |                                       |                      | City/State<br>Collected: <b>Aztec, NM</b> |                              |                             | 5M          |                   |            |             |   |     |  |  | Phone: 615-758-5858<br>Phone: 800-767-5859<br>Fax: 615-758-5859 |                             |   |                               |
| Phone: <b>5055640733</b><br>Fax:   | Client Projec                         | t #                  |   | Lab Project #                |                             |             | 8015              |            |             |   |     |  |  |   |                             | H118 Acctnum: HILCORANM                                   |                               |
| Collected by (print):<br>CCardoza  | Site/Facility I<br>Whitley 5          | D#                   |   | P.O. #                       |                             | 3           | /DRC              |            |             |   |     | 5  |  |   |                             |   |                               |
| Collected by (signature):  Rush? (Lab MUST Be N Same Day X Five Day  |                                       | Day                  | Quote #                                   |                              |                             | /GRO        | В                 | 300.0      |             |   |     |  |  | Template: Prelogin:   |                             |   |                               |
| Immediately Packed on Ice NX   | ediately Next Day 5 Day Two Day 10 D. |                      | (Rad Only) Date<br>y (Rad Only)           |                              | esults Needed               | No.         | - MRO/GRO/DRO 801 | BTEX 8021B | Chlorides ; |   |     | - 2  |  |   |                             | TSR:<br>PB:   |                               |
| Sample ID  | Comp/Grab                             | Matrix *             | Depth                                     | Date                         | Time                        | Cntrs       | -                 | 3TE)       | Chlo        |   |     |  |  |   |                             | Shipped Via:  | Sample # (lab only)           |
| BGT Closure  | Comp                                  | SS                   |   | 08/20/20                     | 10:05                       | 1           | X                 | ×          | ×           |   |     |  |  |   | e s                         | -040 5  | -01                           |
| and the second s |                                       | Laurente de la ville | 1 - 2 - 2 - 3 - 34                        |                              |                             |             |                   |            |             |   |     |  | 24.71  |   |                             | Red Service School 19                                     |                               |
|  |                                       |                      |   |                              |                             | -           |                   |            |             | 2   |     |  |  |   |                             | - 17 - 17 - 13 - 13 - 13 - 13 - 13 - 13                   |                               |
|  |                                       |                      |   |                              |                             |             |                   | 1 1 1      |             |   |     |  |  |   |                             |   |                               |
|  |                                       |                      |   | :                            |                             | 100         |                   |            |             |   |     |  |  |   |                             |   |                               |
|  | 1                                     |                      |   |                              |                             | - 9         |                   |            |             |   |     |  |  |   |                             |   |                               |
|  | 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | -35°                 |   |                              |                             | Ŧ           |                   |            |             |   |     |  |  |   |                             |   |                               |
|  |                                       |                      |   |                              |                             | 8           |                   |            |             |   |     |  |  |   | d .                         |   |                               |
| Matrix:  | <b>b</b> .                            |                      |   |                              |                             |             |                   |            |             |   |     |  |  |   |                             | 10, 11,   |                               |
| Remarks:  SS - Soil AIR - Air F - Filter  SW - Groundwater B - Bioassay  WW - WasteWater  DW - Drinking Water  DT - Other  |                                       |                      |   |                              |                             |             |                   | pH Temp    |             |   |     | Sample Receipt Che<br>COC Seal Present/Intact:<br>COC Signed/Accurate: |  |   | necklist<br>: NP Y N        |   |                               |
|  |                                       |                      | ier                                       |                              | Tracking# 447               |             |                   | 34         | 772         | Flow Other Other Trip Blank Received: Yes / NO HCL / MeoH |     |  |  | Corre   | ct bot<br>cient             | rive intact:<br>tles used:<br>volume sent:<br>If Applicab |                               |
| elinguished by : (Signature)   | 0                                     | Date: 8/20/          |   | me:<br>3:30pm                | e: Received by: (Signature) |             |                   |            |             |   |     |  |  |   | eadspace:<br>on Correct/Che | YN  |                               |
| elinquished by : (Signature)   | )                                     | Date:                |   | Time: Received by: (Signatur |                             |             |                   |            |             | Temp °C Bottles Received:                                 |     |  | If preservation required by Login: Date/Time |   |                             |   |                               |
| elinquished by : (Signature)   |                                       | Date:                | Tir                                       | ne: R                        | Received for lab by:        | (Signat     | ure)              |            |             | Date:   | h.1 | Time   | 9:20   | Hold:   |                             |   | Condition:                    |
| tleased to Imaging: 11/29/2  | 021 2:24:42                           | PM                   |   |                              |                             | /           |                   |            |             | 0/20/   | 20  |  | La Jan                                       | 8/2   | ,                           |   |                               |
|  |                                       |                      |   |                              |                             |             |                   |            |             |   |     |  | •  | 617   | I                           |   |                               |

Whitley 5 API# 30-045-06685

OCD Requested closure on the fiberglass BGT as it did not match 2008 metal BGT permit. BGT permit closed and fiberglass tank was reset as an AGT.









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 10228

#### **CONDITIONS**

| Operator:              | OGRID:                           |
|------------------------|----------------------------------|
| HILCORP ENERGY COMPANY | 372171                           |
| 1111 Travis Street     | Action Number:                   |
| Houston, TX 77002      | 10228                            |
|                        | Action Type:                     |
|                        | [C-144] PIT Generic Plan (C-144) |

#### CONDITIONS

| Created By | Condition | Condition Date |  |  |  |  |
|------------|-----------|----------------|--|--|--|--|
| vvenegas   | None      | 11/29/2021     |  |  |  |  |