District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Form C-144

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

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 Ee Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

PM 1 09

Page 1 of 5

Pit, Closed-Loop System, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application

1 roposed Atternative Method 1 errint of Closure Flair 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
lease 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 avironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances
1. Operator: XTO Energy, Inc. OGRID #: 5380 Address: #382 County Road 3100, Aztec, NM 87410
Facility or well name:LUNT FC #9
U/L or Qtr/Qtr N Section 07 Township 30N Range 13W County: San Juan
Center of Proposed Design: Latitude 36.82226 Longitude 108.24938 NAD: 1927 2 1983  Surface Owner: Federal State Private Tribal Trust or Indian Allotment
Pit: Subsection F or G of 19.15.17.11 NMAC     Permanent   Emergency   Cavitation   P&A     Lined   Unlined   Liner type: Thickness   mil   LLDPE   HDPE   PVC   Other     String-Reinforced     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
Below-grade tank: Subsection I of 19.15.17.11 NMAC
Alternative Method:  Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Oil Conservation Division

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, height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, height with the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence, school, height within 1000 feet of a permanent residence within 10	hospital,
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)	
s. 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:  Legisland and 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 consideration of approval.	office for
Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	
10.	
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 acceptions.	table source
material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approximately	
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.	☐ Yes ⊠ No
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.  - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).	☐ Yes ☒ No
- 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)	☐ Yes ☒ No☐ NA
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☐ No ☐ NA
(Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock	☐ Yes ☒ No
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	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	☐ Yes ⊠ No
adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approval obtained from the municipality	
Within 500 feet of a wetland.	□ v □ N-
- 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.	☐ Yes ⊠ No
<ul> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>	
Within a 100-year floodplain FEMA map	☐ Yes ⊠ No

Temporary Pits, Emergency Pits, and Below-grade Tanks Instructions: Each of the following items must be attached attached.  Hydrogeologic Report (Below-grade Tanks) - based up Hydrogeologic Data (Temporary and Emergency Pits) Siting Criteria Compliance Demonstrations - based upo Design Plan - based upon the appropriate requirements Operating and Maintenance Plan - based upon the appr Closure Plan (Please complete Boxes 14 through 18, if and 19.15.17.13 NMAC	on the requirements of Paragraph (4) of Sub - based upon the requirements of Paragraph on the appropriate requirements of 19.15.17. of 19.15.17.11 NMAC repriate requirements of 19.15.17.12 NMAC applicable) - based upon the appropriate requirements of 19.15.17.12 NMAC	eck mark in the box, that the documents are section B of 19.15.17.9 NMAC (2) of Subsection B of 19.15.17.9 NMAC 10 NMAC uirements of Subsection C of 19.15.17.9 NMAC
Closed-loop Systems Permit Application Attachment Che Instructions: Each of the following items must be attached attached.  Geologic and Hydrogeologic Data (only for on-site clo Siting Criteria Compliance Demonstrations (only for on-site clo Design Plan - based upon the appropriate requirements Operating and Maintenance Plan - based upon the appr Closure Plan (Please complete Boxes 14 through 18, if and 19.15.17.13 NMAC	osure) - based upon the requirements of Para on-site closure) - based upon the appropriate s of 19.15.17.11 NMAC ropriate requirements of 19.15.17.12 NMAC f applicable) - based upon the appropriate rec	graph (3) of Subsection B of 19.15.17.9 requirements of 19.15.17.10 NMAC quirements of Subsection C of 19.15.17.9 NMAC
Previously Approved Design (attach copy of design)		
☐ Previously Approved Operating and Maintenance Plan	API Number:	(Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to imp	lement waste removal for closure)	
Permanent Pits Permit Application Checklist: Subsection Instructions: Each of the following items must be attached attached.  Hydrogeologic Report - based upon the requirements of Siting Criteria Compliance Demonstrations - based upon Climatological Factors Assessment Certified Engineering Design Plans - based upon the application and Structural Integrity Design - based Leak Detection Design - based upon the appropriate relation Liner Specifications and Compatibility Assessment - but Quality Control/Quality Assurance Construction and Information operating and Maintenance Plan - based upon the appropriate of Hazardous Odors, including H <sub>2</sub> S, Prevent Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirement	of Paragraph (1) of Subsection B of 19.15.17 on the appropriate requirements of 19.15.17.11 NMAC dupon the appropriate requirements of 19.15.17.11 NMAC based upon the appropriate requirements of 19.15.17.11 NMAC based upon the appropriate requirements of 19.15.17.12 NMAC pon the appropriate requirements of 19.15.17.19 nmac pon the appropriate requirements of 19.15.17 ion Plan	1.9 NMAC 1.10 NMAC AC 5.17.11 NMAC 9.15.17.11 NMAC 7.11 NMAC
☐ In-place Burial	tion □ P&A □ Permanent Pit ☑ Below	r-grade Tank
Waste Excavation and Removal Closure Plan Checklist: closure plan. Please indicate, by a check mark in the box, t  Protocols and Procedures - based upon the appropriate Confirmation Sampling Plan (if applicable) - based up Disposal Facility Name and Permit Number (for liquid Soil Backfill and Cover Design Specifications - based Re-vegetation Plan - based upon the appropriate requir Site Reclamation Plan - based upon the appropriate rec	that the documents are attached. requirements of 19.15.17.13 NMAC on the appropriate requirements of Subsection is, drilling fluids and drill cuttings) upon the appropriate requirements of Subsection rements of Subsection I of 19.15.17.13 NMA	on F of 19.15.17.13 NMAC ction H of 19.15.17.13 NMAC

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 NMA 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	С
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 south provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate disting considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Just demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	rict office or may b
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
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 Subsection F 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  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	15.17.11 NMAC

Operator Application Certification:  I hereby certify that the information submitted with this application is true, ac-	curate and complete to the	he best of my knowledge and belief.
Name (Print): Kim Champlin	Title:	Environmental Representative
Signature: Kim Champlin	Date:	11/21/08
e-mail address: <u>kim_champlin@xtoenergy.com</u>	Telephone:	(505) 333-3100
20.	-	
OCD Approval: Permit Application (including closure plan) Closure	e Plan (only) 🔲 OCD	Conditions (see attachment)
OCD Representative Signature:		Approval Date: 09Jun17
Title: Hydrologist	OCD Permit Num	ber:
21. Closure Report (required within 60 days of closure completion): Subsecti Instructions: Operators are required to obtain an approved closure plan pric The closure report is required to be submitted to the division within 60 days of section of the form until an approved closure plan has been obtained and the	or to implementing any of the completion of the	closure activities and submitting the closure report. closure activities. Please do not complete this been completed.
22.  Closure Method:  Waste Excavation and Removal On-Site Closure Method Alte  If different from approved plan, please explain.	rnative Closure Method	☐ Waste Removal (Closed-loop systems only)
23. <u>Closure Report Regarding Waste Removal Closure For Closed-loop Syste</u> <i>Instructions: Please indentify the facility or facilities for where the liquids, a</i> two facilities were utilized.	ms That Utilize Above frilling fluids and drill o	Ground Steel Tanks or Haul-off Bins Only: cuttings were disposed. Use attachment if more than
Disposal Facility Name:	Disposal Facility P	ermit Number:
Disposal Facility Name:	Disposal Facility P	ermit Number:
Were the closed-loop system operations and associated activities performed on Yes (If yes, please demonstrate compliance to the items below) No	or in areas that will not	be used for future service and operations?
Required for impacted areas which will not be used for future service and open  Site Reclamation (Photo Documentation)  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique	rations:	
Closure Report Attachment Checklist: Instructions: Each of the following 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 on-site closur Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique  Site Reclamation (Photo Documentation)  On-site Closure Location: Latitude  Lon	e)	NAD: 1927 1983
25.	Brude	
Operator Closure Certification:  I hereby certify that the information and attachments submitted with this closure belief. I also certify that the closure complies with all applicable closure required.	rements and conditions s	specified in the approved closure plan.
Name (Print):	Title:	
Signature:	Date:	<del></del>
e-mail address:	Telephone:	

CESTRUCT . 1625 N. Franch Dr., Hobbe, M.M. 86240

DISTRICT B 1301 E. Grand Ave., Artesia, N.M. 88210

DESTRUCT III 1000 No Brusse Rd., Actes, MAL 87410

OXSTRUCT IV 1220 South St. Francis Dr., Sonia Fe, IM 87565

State of New Mexico Form 5-162

Energy, Minerals & Natural Resources Developed

OIL CONSERVATION DIVISION 4 28 Optimit to Appropriate District Office

1220 South St. Francis Dr. SEP 0 4 28 Optimit to Appropriate District Office State Lease - 4 Copies

Santa Fe. NM 87506

Bureau or Land Management

Hureau or Land Management

Fee Lease - 3 Copies Santa Fe, NM 87505 Farmington Field Office

AMENDED REPORT

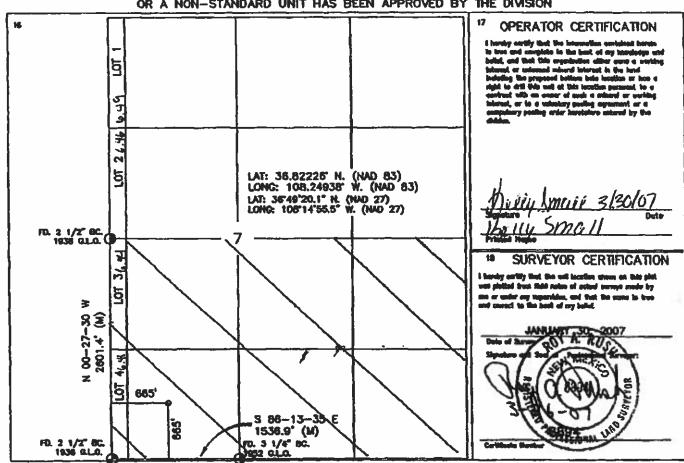
### WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Moniber	71029 Basin Fruition CO	J
<sup>4</sup> Property Code	*Property Name	* Well Humber
	LUNT FC	9
OCHD No.	*Operator None	* Elevation
5380	XTO ENERGY INC.	5865

<sup>10</sup> Surface Location North/South the Foot from the East/West Vine Rango 665 SOUTH 665 WEST SAN JUAN 30~N 13-W 7

11 Bottom Hole Location If Different From Surface Feel from the Herth/South Tine East/Meet the Lot like Foot from the County Canadidation Code Juled or fell Dadicated Acres 

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



Lodestar Services PO Box 4465, Durango,	*	Pit Permit Siting Criteria Information She		Client: Project: Revised: Prepared by:	Pit Permits
API#:	v	3004534415	J	USPLSS:	T30N,R13W,07N
Name:		LUNT FC #9	]	Lat/Long:	36.82226 / -108.24938
Depth to groundwater:		>100'		Geologic formation:	Ojo Alamo Sandstone
Distance to closest continuously flowing watercourse:	1.54 mil	es west of the La Plata River			
Distance to closest significant watercourse, lakebed, playa lake, or sinkhole:	1,674' 1	north of Conner Arroyo			
	144			Soil Type:	Entisols
Permanent residence, school, hospital, institution or church within 300'		No			
				Annual Precipitation:	8.08 inches average
Domestic fresh water well or spring within 500'		No		Precipitation Notes:	no significant precipatation events
Any other fresh water well or spring within 1000'		No			
Within incorporated municipal boundaries	<u> </u>	No		Attached Documents:	
Within defined municipal fresh water well field		No		Dodanishia.	Topo map, ground water data map, ariel photo, mines and quarries map, FEMA map
Wetland within 500'		No		Mining Activity:	No
Within unstable area		No			
Within 100 year flood plain		Zone X			
Additional Notes:					

### LUNT FC #9 Below Ground Tank Hydrogeologic Report for Siting Criteria

### 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 pit location will be situated west of the La Plata River atop an outcrop of Ojo Alamo Sandstone.

The predominant geologic formation is the Ojo Alamo Sandston of Tertiary age, which underlies surface soils and is exposed sandstone outcrops (Dane and Bachman, 1965). Deposits of Quaternary alluvial sands also occur prominently near the surface of the area, especially near streams and washes. The Ojo Alamo Sandstone consists of sandstone, and conglomeratic sandstone and overlies the Kirtland Shale. The thickness of the Ojo Alamo ranges from 72 to 313 feet (Stone et al., 1983).

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan Basin (Stone et al., 1983). The predominant aquifer within the Ojo Alamo Sandstone occurs from very near the surface to over 200 feet in depth. The aquifer is widely used as a domestic and stock water source.

The prominent soil type at the proposed site is enitsols, which are defined as soils that exhibit little to no profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area and prohibits effective recharge to the underlying aquifers.

Dry and arid weather further prohibit active recharge. 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).

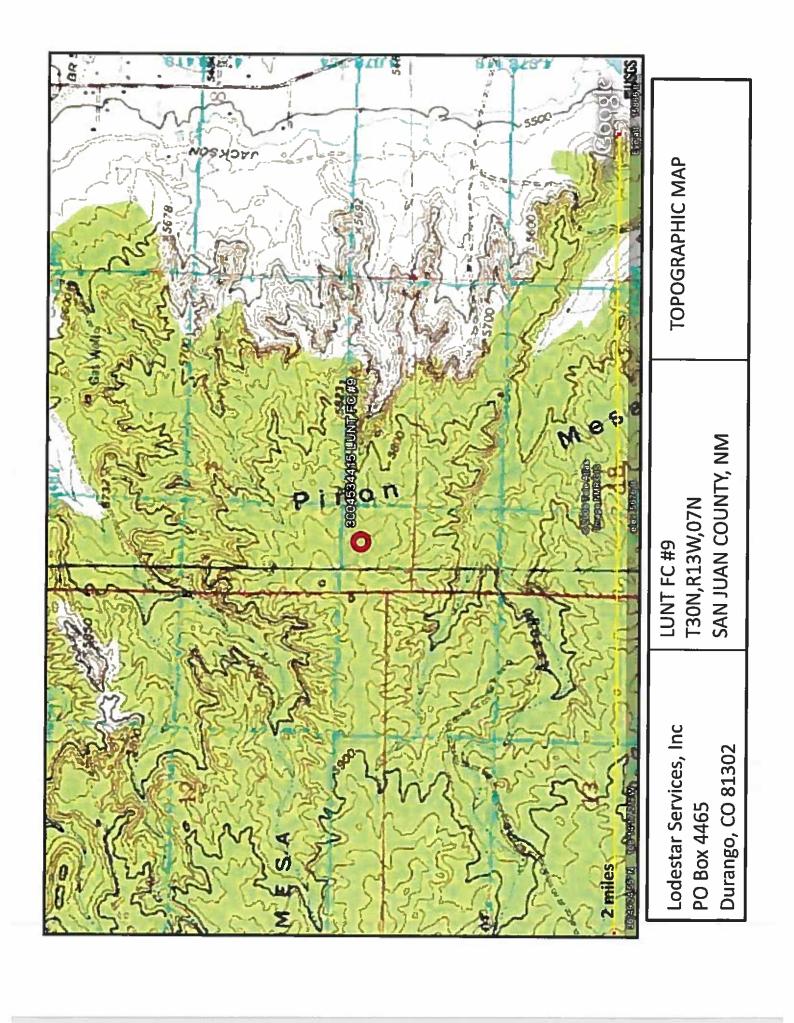
### Site Specific Hydrogeology

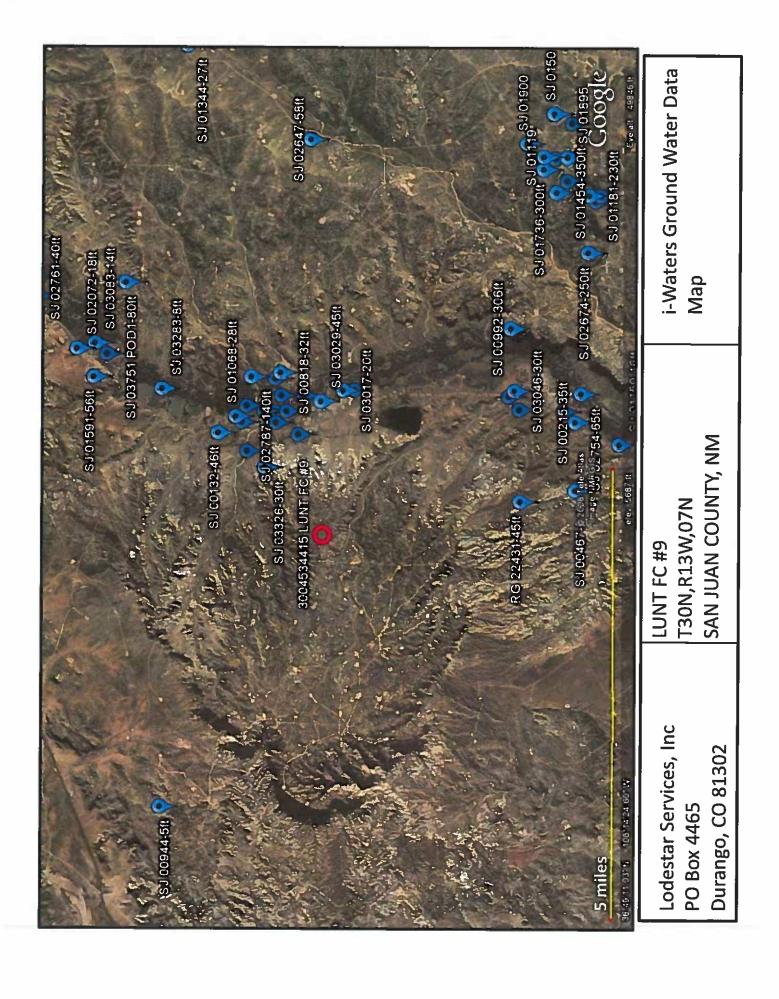
Depth to groundwater is estimated to greater than 100 feet. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography and proximity to surface hydrologic features are also taken into consideration.

Beds of water-yielding sandstone are present within the Ojo Alamo Sandstone, which are fluvial in origin. The primary aquifer occurs near 6000 feet in elevation in this region (Stone et al., 1983). The site in question is located on a relatively flat area at an elevation of approximately 5866 feet.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. Wells located within the area contain groundwater at depths ranging from 9 to 140 feet. The site in question is located on Pinon Meas at an elevation of approximately 5866 feet. The closest well to the proposed site sits at an elevation of approximately 5504 feet, at a distance if approximately 1.16 miles to the east. This site puts groundwater at a distance of 9 feet below the ground surface.

Groundwater data recorded from wells drilled with the vicinity of the proposed site put groundwater depth at less than 50 feet. However there is an elevation difference of approximately 300 feet between these wells and the proposed site. Therefore, depth to groundwater is estimated to be greater than 100 feet.





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

# AVERAGE DEPTH OF WATER REPORT 10/20/2009

Feet)	Avg	¦ι IΩ	C-I	C	1 61	đ	100	1 10 1 64	i ig G	(C)	300	31	C	~  	200
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# New Mexico Office of the State Engineer POD Reports and Downloads

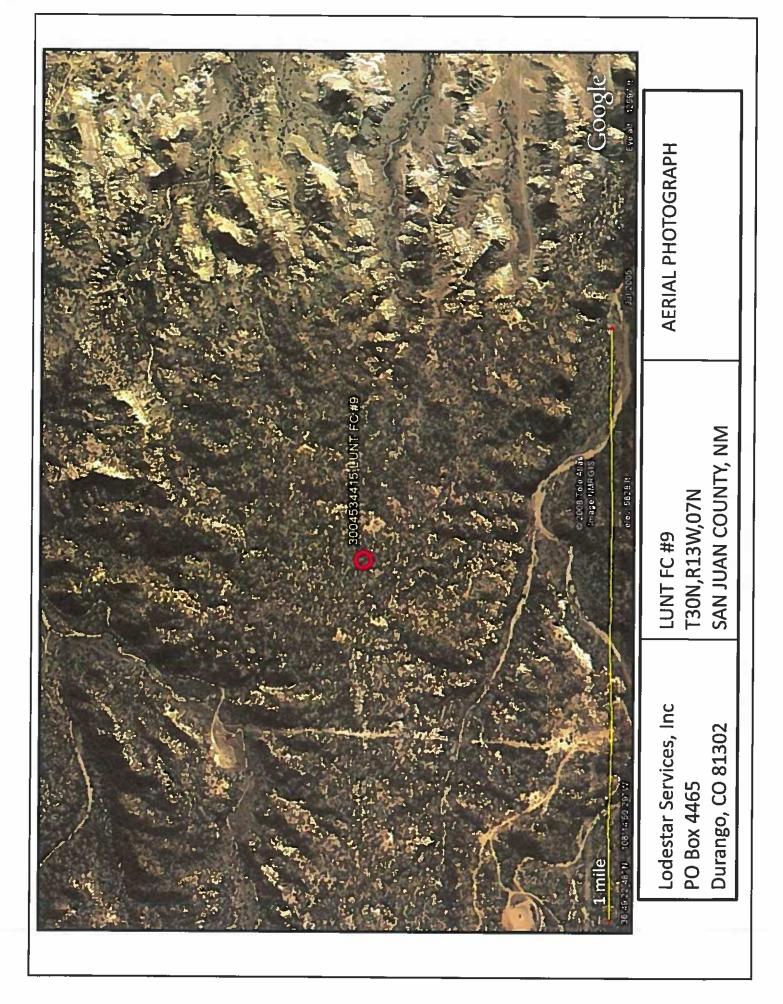
AVERAGE DEPTH OF WATER REPORT 10/20/2008

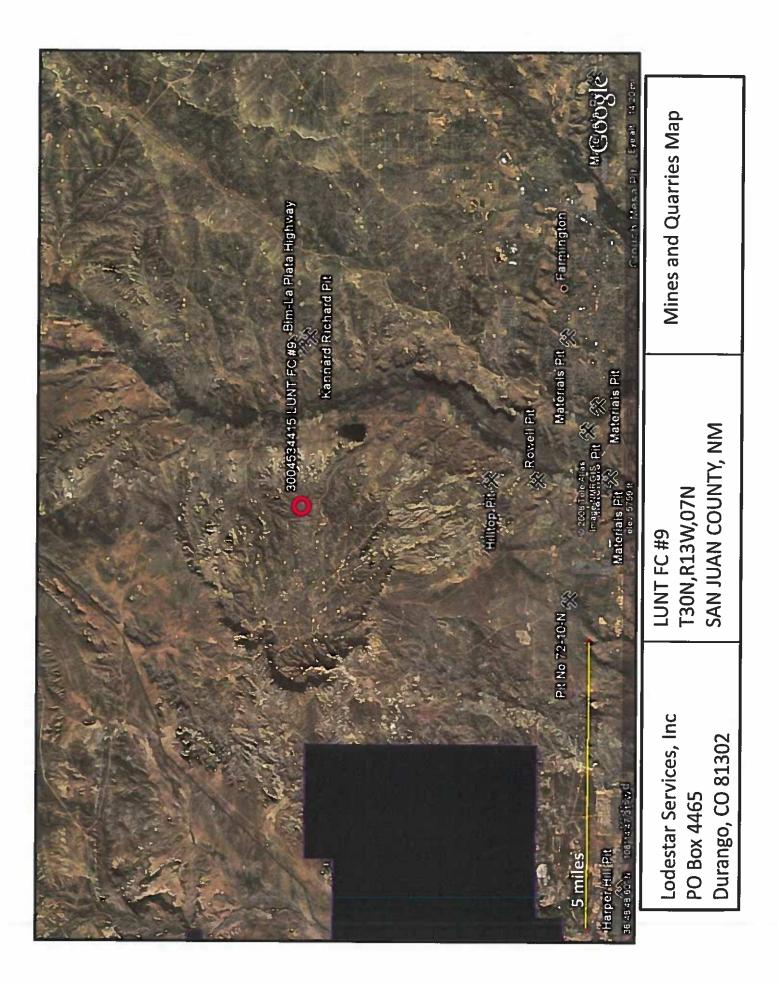
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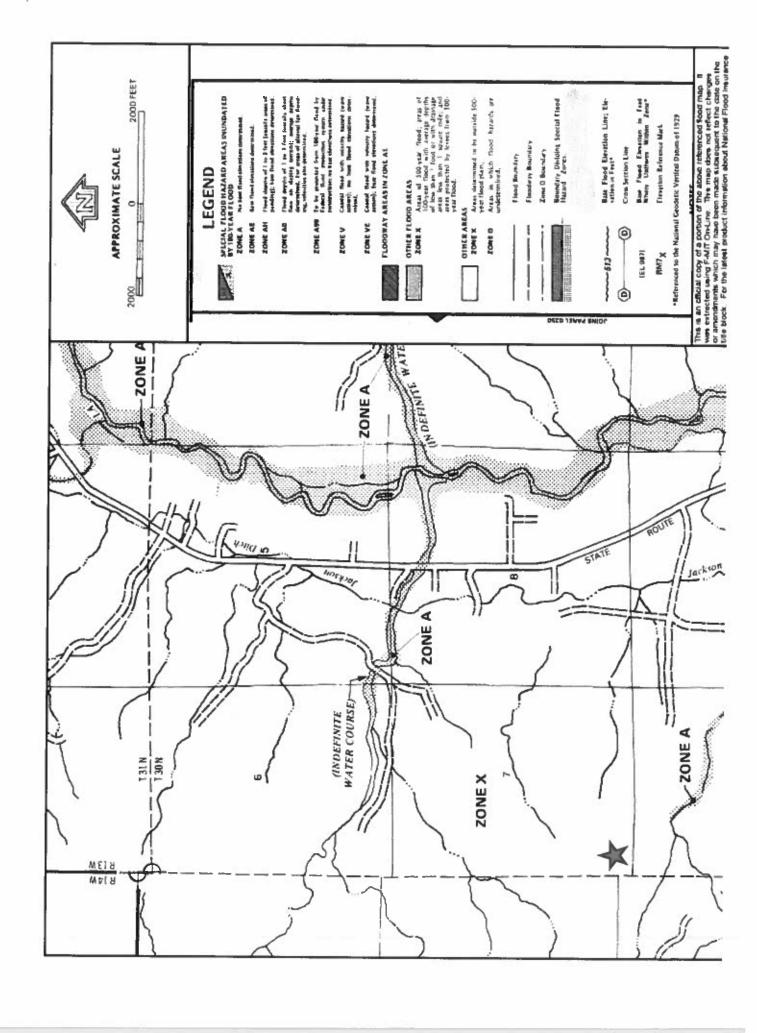
New Mexico Office of the State Engineer
POD Reports and Downloads

108
/20
/20/
10
REPORT
WATER
9
DEPTH
AVERAGE

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		TWB	31N	31K	31N	31N	31N	31N	3114	31N	31N	31N	31N
		Ben	SJ	SJ	S	SJ	SJ	SJ	SJ	SJ	5.7	SJ	57







### 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.

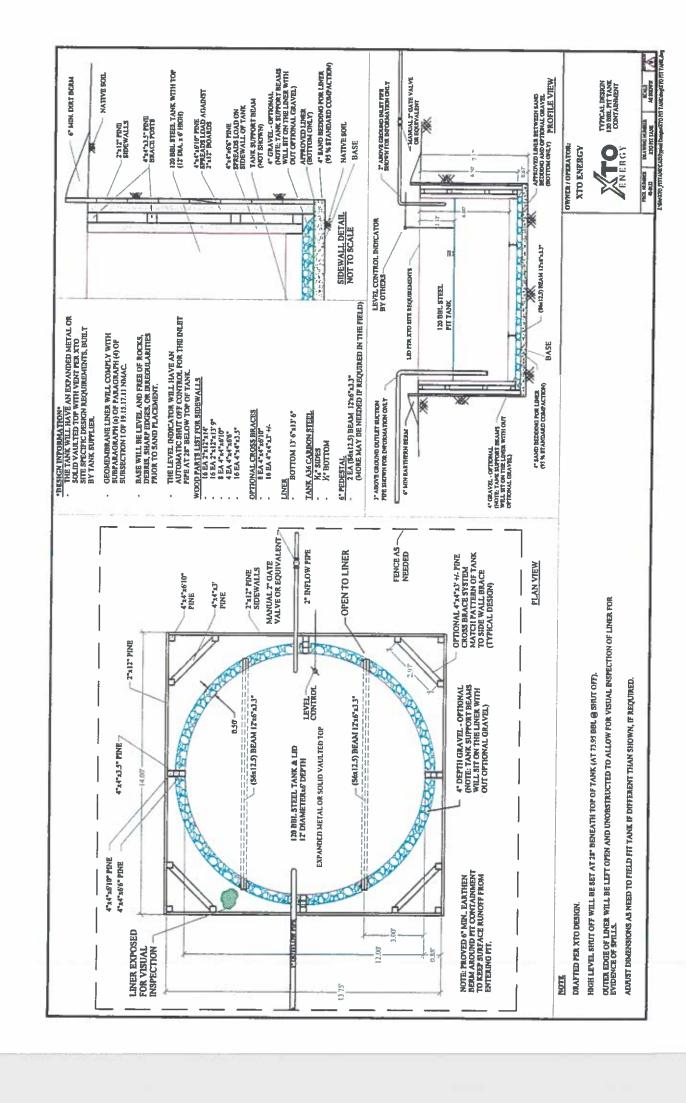
#### General Plan

- 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.
- 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.
- 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 ¼" 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

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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).

- 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 acidies 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.
  - 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.
- 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

		MONTH	1LY BELO	MONTHLY BELOW GRADE TANK INSPECTION FORM	INSPECTIO	N FORM		
Well Name:					API No.:			
Legals	Q		Township.		0			
			: :		Salan			
XTO Inspector's	Inspection	Inspection	Any visible liner	Any visible signs of	Collection of surface	Visible layer	Any visible signs	Freeboard
Name	Date	_	tears (Y/N)	tank overflows (Y/N)	run on (Y/N)	of oil (Y/N)	of a tank leak (Y/N)	Est.(ft)
Notes:	Provide De	Provide Detailed Description;	otion:					
·								
3000								

### 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

- 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.
- 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

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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.

- 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.
- 10. 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.

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- 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.