District I 1625 N French Dr , Hobbs, NM 88240

District II

1301 W Grand Ave, Artesia, NM 88210

4 -

District III

1000 Rio Brazos Rd , Aztec NM 87410

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

State of New Mexico

Energy Minerals and Natural Resources

Department

Oil Conservation Division

Form C-144 July 21, 2008

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

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

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

401 ⁶ Type	Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method X 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 syst below-grade tank, or proposed alternative method	tem,
Please be advise	bmit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the estapproval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances	_
\	Farmington, NM 87499 NON MESA A 100	
API Number.	30-045-32071 OCD Permit Number	
U/L or Qtr/Qtr. P(SE/ Center of Proposed Desi Surface Owner X	E) Section: 36 Township: 31N Range: 14W County: San Juan	7 1983
Temporary Dril	gency Cavitation P&A ed Liner type Thickness mil LLDPE HDPE PVC Other	x D
X Closed-loop Syste Type of Operation Drying Pad X Lined Unlu Liner Seams Wel	P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a penotice of intent) Above Ground Steel Tanks Haul-off Bins Other Liner type Thickness mil LLDPE HDPE PVD Other	
Below-grade tank: Volume Tank Construction mater Secondary containme Visible sidewalls at Liner Type Thickn	t with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off OIL CONS. DIV.	ED 3331-123
5 Alternative Meth	ed: request is required Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of app	



6		
Fencing: Subsection D of 19 15 17 11 NMAC (Applies to permanent pit, 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, hospital, institu	ition or church	n)
Four foot height, four strands of barbed wire evenly spaced between one and four feet		
Alternate Please specify		
7		
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)		
8 Signs: Subsection C of 19 15 17 11 NMAC		
12" X 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers		
X Signed in compliance with 19 15 3 103 NMAC		
9		
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 of the Santa Fe Environmental Bureau office for consideration (Fencing/BGT Liner)	leration of app	roval
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 acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the		
appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau Office for		
consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above grade-tanks associated with a closed-loop system.		
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.	□Ves	□No
- 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 watercourse, 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	Yes	No
application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks)		
- 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
(Applied to permanent pits)	∏ _{NA}	
- Visual inspection (certification) of the proposed site, Aerial photo, Satellite image		
Within 500 horizonal 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.	Yes	No
- 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 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 man from the NM EMNED. Mining and Minoral Division.	Yes	No
- Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division Within an unstable area.	□v _{ac}	\square_{N_0}
- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS, NM Geological	Yes	∐No
Society, Topographic map		
Within a 100-year floodplain - FEMA map	Yes	∐No

Temporary Pits, Emergency Pits and Below-grade Tanks Permit Application Attachment ChecklistSubsection B of 19 15 17 9 NMAC				
Instructions Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. [Instructions Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.] [Instructions Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.] [Instructions Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.]				
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19 15 17 9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19 15 17 9				
String Criteria Compliance Demonstrations - based upon the appropriate requirements of 19 15 17 10 NMAC				
Design Plan - based upon the appropriate requirements of 19 15 17 11 NMAC				
Operating and Maintenance Plan - based upon the appropriate requirements of 19 15 17 12 NMAC				
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of				
19 15 17 9 NMAC and 19 15 17 13 NMAC				
Previously Approved Design (attach copy of design) API or Permit				
12 Cl. III Cl.				
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19 15 17 9 NMAC Instructions Each of the following items must be attached to the application Please indicate, by a check mark in the box, that the documents are attached				
Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19 15 17 9				
Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19 15 17 10 NMAC				
Design Plan - based upon the appropriate requirements of 19 15 17 11 NMAC				
Operating and Maintenance Plan - based upon the appropriate requirements of 19 15 17 12 NMAC				
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 15 17 9				
NMAC and 19 15 17 13 NMAC				
Previously Approved Design (attach copy of design) API				
Previously Approved Operating and Maintenance Plan API				
13				
Permanent Pits Permit Application Checklist: Subsection B of 19 15 17 9 NMAC				
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.				
Hydrogeologic Report - based upon the requirements of Paragraph (I) 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 H2S, 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				
14				
Proposed Closure: 19 15 17 13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.				
Type Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System				
Alternative				
Proposed Closure Method Waste Excavation and Removal				
Waste Removal (Closed-loop systems only)				
On-site Closure Method (only for temporary pits and closed-loop systems)				
In-place Burial On-site Trench				
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)				
15				
Waste Excavation and Removal Closure Plan Checklist (19 15 17 13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.				
Protocols and Procedures - based upon the appropriate requirements of 19 15 17 13 NMAC				
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19 15 17 13 NMAC				
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)				
Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19 15 17 13 NMAC				
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19 15 17 13 NMAC				
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15 17 13 NMAC				

Form C-144 Oil Conservation Division Page 3 of 5

16 Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Ste	el Tanks or Haul-off Bins Only:(19 15 17 13 D NMAC)				
Instructions Please identify the facility or facilities for the disposal of liquids, drilling facilities are required					
	Disposal Facility Permit #				
Disposal Facility Name Disposal Facility Permit #					
Will any of the proposed closed-loop system operations and associated activity Yes (If yes, please provide the information No					
Required for impacted areas which will not be used for future service and operations Soil Backfill and Cover Design Specification - based upon the appropriate requirements of Subsection H of 19 15 17 13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19 15 17 13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15 17 13 NMAC					
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 Recertain siting criteria may require administrative approval from the appropriate district office or office for consideration of approval Justifications and/or demonstrations of equivalency are required.	commendations of acceptable source material are provided below may be considered an exception which must be submitted to the Sa				
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 obt	ained from nearby wells	Yes No			
	•				
Ground water is between 50 and 100 feet below the bottom of the buried was - NM Office of the State Engineer - iWATERS database search, USGS, Data obta		∐Yes ∐No □N/A			
Ground water is more than 100 feet below the bottom of the buried waste	linea nom neuro, weno	☐Yes ☐No			
- NM Office of the State Engineer - IWATERS database search, USGS, Data obta	ned from nearby wells	□ res □ ivo			
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 - Visual inspection (certification) of the proposed site, Aerial photo, satellite image		Yes No			
		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 fee 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, 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 adopted pursuant to NMSA 1978, Section 3-27-3, as amended		Yes No			
- Written confirmation or verification from the municipality. Written approval obtained from the municipality Within 500 feet of a wetland		∏Yes ∏No			
- US Fish and Wildlife Wetland Identification map, Topographic map, Visual insp	pection (certification) of the proposed site				
Within the area overlying a subsurface mine - Written confirantion or verification or map from the NM EMNRD-Mining and Mineral Division		∐Yes ∐No			
Within an unstable area		∏Yes ∏No			
- Engineering measures incorporated into the design, NM Bureau of Geology & M Topographic map	ineral Resources, USGS, NM Geological Society,				
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 bee 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 appropria	ate requirements of 19 15 17 10 NMAC				
Proof of Surface Owner Notice - based upon the appropriate requirem	ents of Subsection F of 19 15 17 13 NMAC				
Construction/Design Plan of Burial Trench (if applicable) based upon	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 15 17 11 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 Subsection F of 19 15 17 13 NMAC					
Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19 15 17 13 NMAC					
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot 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 Subs					

Form C-144 Oil Conservation Division Page 4 of 5

19 Operator Application Certification:
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief
Name (Print) Title
Signature Date
e-mail address Telephone
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: Approval Date: 5/25/201 Title: Compliance Officer OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection K of 1915 17 13 NMAC Instructions Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed [X] Closure Completion Date: 9/28/2010
22
Closure Method: Waste Excavation and Removal On-site Closure Method Alternative Closure Method Waste Removal (Closed-loop systems only) If different from approved plan, please explain
23 Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.
Disposal Facility Name Envirotech / JFJ Landfarm % IEI Disposal Facility Permit Number NM-01-0011 / NM-01-0010B
Disposal Facility Name Basin Disposal Facility Disposal Facility Permit Number NM-01-005
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliane to the items below) X No
Required for impacted areas which will not be used for future service and operations
Site Reclamation (Photo Documentation)
Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division)
Proof of Deed Notice (required for on-site closure)
Plot Plan (for on-site closures and temporary pits)
Confirmation Sampling Analytical Results (if applicable)
Waste Material Sampling Analytical Results (if applicable) 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 Longitude NAD 1927 1983
On-site Closure Location Latitude Longitude NAD 1927 1983
25
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is ture, accurate and complete to the best of my knowledge and belief I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan
Name (Print) CRYSTAL TAFOYA . Title STAFF REGULATORY TECHNICIAN
Signature John Date 3/24/2011
e-mail address <u>crystal tafoya@conocophillips com</u> Telephone (505) 326-9837

Form C-144