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 June 6, 2013

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.

| 12569 | Pit, Below-Grade Tank, or | OCD Received |
|---|--|---|
| 45-31790 | Proposed Alternative Method Permit or Closure Plan Application | 1-16-15 |
| | Type of action: Below grade tank registration Permit of a pit or proposed alternative method Closure of a pit, below-grade tank, or proposed alternative method Modification to an existing permit/or registration Closure plan only submitted for an existing permitted or non-permitted pit, below proposed alternative method Instructions: Please submit one application (Form C-144) per individual pit, below-grade tank or alternative | |
| Please be advised the environment. Nor control | nat approval of this request does not relieve the operator of liability should operations result in pollution of surface wate loes approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rule | r, ground water or the es, regulations or ordinances. |
| operator: Burli | ngton Resources OGRID #: 14538 | |
| | PO BOX 4289, Farmington, NM 87499 | |
| S | ame: Cundiff A 2R | |
| 1070 | 004531790 OCD Permit Number: | |
| | A (NENE) Section 17 Township 32N Range 12W County: San Juan | |
| Center of Propos | ed Design: Latitude <u>36.99101300 □N</u> Longitude <u>-108.11091 □W</u> NAD: ⊠1927 □ 1983 | |
| | ∑ Federal □ State □ Private □ Tribal Trust or Indian Allotment OCD NAD83 36.991051 108.1 | 112349 |
| | | |
| 2. | | |
| Siller Alaboratoria | tion F, G or J of 19.15.17.11 NMAC | Approval. |
| | Drilling Workover | |
| 79 | Emergency Cavitation P&A Multi-Well Fluid Management Low Chloride Drilling Fluid | X5: |
| Lined U | nlined Liner type: Thicknessmil | |
| String-Reinfo | | |
| Liner Seams: | Welded Factory Other Volume: bbl Dimensions: L | x Wx D |
| Volume: Tank Construction ☐ Secondary complete Graph Construction | Constituents Exceed Star by 19.15.17.13 NMAC. Plant material: Metal Ontainment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off walls and liner Visible sidewalls only Other Other HDPE PVC Other LLDPE | lease submit a .15.29 NMAC |
| Ellier type. Thie | inities 42 inities in the initial init | |
| 4. Alternative Submittal of an of | Method: exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for co | nsideration of approval. |
| Chain link, si | ght, four strands of barbed wire evenly spaced between one and four feet | e, school, hospital, |

| Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) | 1 | | | |
|---|-----------------|--|--|--|
| Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hinstitution or church) | ospital, | | | |
| ☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet | | | | |
| Alternate. Please specify | | | | |
| 6. | | | | |
| 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 | | | | |
| 6 | | | | |
| 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. <u>Siting Criteria (regarding permitting)</u> : 19.15.17.10 NMAC <i>Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below.</i> Siting criteria does not apply to drying pads or above-grade tanks. | | | | |
| General siting | | | | |
| | | | | |
| Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - □ NM Office of the State Engineer - iWATERS database search; □ USGS; ☑ Data obtained from nearby wells | ☐ Yes ☒ No ☐ NA | | | |
| Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes ☐ No ☐ 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) - Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ☐ No | | | |
| Within the area overlying a subsurface mine. (Does not apply to below grade tanks) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes ☐ No | | | |
| Within an unstable area. (Does not apply to below grade tanks) - 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. (Does not apply to below grade tanks) - FEMA map | ☐ Yes ☐ No | | | |
| Below Grade Tanks | | | | |
| Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured | D v - D No | | | |
| Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark). - 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;. - 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.) - Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No | | | |

| Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial | ☐ Yes ☐ No | | | | |
|--|----------------------|--|--|--|--|
| application. | | | | | |
| - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | | | | | |
| Within 200 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 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 | ☐ Yes ☐ No | | | | |
| 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 | | | | |
| Within 1000 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 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 Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the definition of the following items must be attached to the application. | NMAC ocuments 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. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.12 NMAC | 9 NMAC | | | | |
| and 19.15.17.13 NMAC | | | | | |
| Previously Approved Design (attach copy of design) API Number: or Permit Number: | | | | | |
| 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 dattached. | ocuments are | | | | |
| □ 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 1 and 19.15.17.13 NMAC □ Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC | 9.15.17.9 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: or Permit Number: | | | | | |

| 12. 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 doc | cuments are | | | |
|--|---------------------------------|--|--|--|
| Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC Quality Control/Quality Assurance Construction and Installation Plan Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Nuisance or Hazardous Odors, including H ₂ S, Prevention Plan Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC | | | | |
| Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan. | | | | |
| Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well Flui 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 | d Management Pit | | | |
| 14. Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attaclosure 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 C 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 H of 19.15.17.13 NMAC | tached to the | | | |
| 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 provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. Ple 19.15.17.10 NMAC for guidance. | e material are ease refer to | | | |
| Ground water is less than 25 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 | | | |
| Ground water is between 25-50 feet below the bottom of the buried waste - 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 NA | | | | |
| Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa 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. - 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 at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site | Yes No | | | |
| Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ☐ No | | | |
| Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; 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 | | | | |

Form C-144

| adopted pursuant to NMSA 1978, Section 3-27-3, as amended. | | |
|--|---|--|
| - Written confirmation or verification from the municipality; W | ritten approval obtained from the municipality | ☐ Yes ☐ No |
| Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EM. | NRD-Mining and Mineral Division | ☐ Yes ☐ No |
| Within an unstable area. - Engineering measures incorporated into the design; NM Burea Society; Topographic map | au of Geology & Mineral Resources; USGS; NM Geological | ☐ Yes ☐ No |
| Within a 100-year floodplain FEMA map | | ☐ Yes ☐ No |
| Construction/Design Plan of Temporary Pit (for in-place burial Protocols and Procedures - based upon the appropriate requirer Confirmation Sampling Plan (if applicable) - based upon the appropriate recommendation of the appropriate recommendati | opropriate requirements of 19.15.17.10 NMAC quirements of Subsection E of 19.15.17.13 NMAC ed upon the appropriate requirements of Subsection K of 19.15.17 of a drying pad) - based upon the appropriate requirements of 19 ments of 19.15.17.13 NMAC opropriate requirements of 19.15.17.13 NMAC quirements of 19.15.17.13 NMAC ag fluids and drill cuttings or in case on-site closure standards can of Subsection H of 19.15.17.13 NMAC of Subsection H of 19.15.17.13 NMAC | .11 NMAC .15.17.11 NMAC |
| 17. Operator Application Certification: | | |
| I hereby certify that the information submitted with this application i | | |
| Name (Print): | Title: | |
| | Date: | |
| Signature: | Date. | |
| | m 1 1 | |
| e-mail address: | Telephone: | |
| e-mail address: | Telephone: Closure Plan (only) ☑ OCD Conditions (see attachment) S | See Front Page |
| e-mail address: | Telephone: S Closure Plan (only) | See Front Page |
| e-mail address: | Telephone: Closure Plan (only) ☑ OCD Conditions (see attachment) S | See Front Page |
| e-mail address: | Telephone: | See Front Page 2, 2015 Ing the closure report. |
| e-mail address: 18. OCD Approval: Permit Application (including closure plan) OCD Representative Signature: Title: Environmental Specialst 19. Closure Report (required within 60 days of closure completion): Instructions: Operators are required to obtain an approved closur. The closure report is required to be submitted to the division within section of the form until an approved closure plan has been obtain. | Telephone: | See Front Page 2, 2015 Ing the closure report. |
| e-mail address: 18. OCD Approval: Permit Application (including closure plan) | Telephone: | See Front Page 2, 2015 Ing the closure report. See the complete this |
| e-mail address: 18. OCD Approval: | Telephone: | ong the closure report. of complete this -loop systems only) indicate, by a check |

| 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 requirer | report is true, accurate and complete to the best of my knowledge and ments and conditions specified in the approved closure plan. |
|--|--|
| Name (Print): Kenny Davis | Title: _Staff Regulatory Technician |
| Signature: | Date: <u>12/3/14</u> |
| e-mail address: kenny.r.davis@conocophillips.com | Telephone: <u>505-599-4045</u> |

Burlington Resources Oil Gas Company, LP San Juan Basin Below Grade Tank Closure Report

Lease Name: Cundiff A 2R API No.: 3004531790

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. BR 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, BR will file the C144 Closure Report as required.
- 2. The below-grade tank referenced above was permitted and closed within 60 days of cessation of the below-grade tanks operation.
- 3. BR 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.

4. BR 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.

5. If there is any on-site equipment associated with a below-grade tank, then BR 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.

6. BR will test the soils beneath the below-grade tank to determine whether a release has occurred. COPC 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. COPC shall notify the division of its results on form C-141.

7. 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).

| 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 300.1 | 250 | |

8. If BR or the division determines that a release has occurred, then BR 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.

9. 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 BR shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; recontour and re-vegetate 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.

- 10. 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 missing due to employee turnovers. ConocoPhillips has reviewed our internal processes and has updated them to include the required 72 hour notification.

11. The surface owner shall be notified of BR'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 certified mail, return receipt requested.

The closure process notification to the landowner not found. COPC was not aware that the original notification sent at the time of Permitting was not the only closure notification required.

ConocoPhillips has reviewed our internal processes and has updated them to include the required 72 hour notification.

12. 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.

13. BR 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 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. COPC will repeat seeding or planting will be continued until successful vegetative growth occurs.

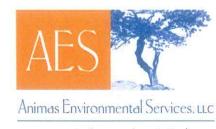
Provision 13 was accomplished through complying with BLM seeding requirements as allowed by the BLM/OCD MOU.

14. 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.

- 15. 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)

Closure Documentation was not submitted within the 60 day requirement due to employee turnovers. ConocoPhillips has reviewed our internal processes and has updated them to ensure closure documentation is submitted with the 60 day time frame.



December 14, 2012

Crystal Tafoya ConocoPhillips San Juan Business Unit Office 214-5 5525 Hwy 64 Farmington, New Mexico 87401 www.animasenvironmental.com

624 E. Comanche Farmington, NM 87401 505-564-2281

> Durango, Colorado 970-403-3274

RE:

Below Grade Tank Closure Report

Cundiff A #2R

San Juan County, New Mexico

Dear Ms. Tafoya:

Animas Environmental Services, LLC (AES) is pleased to provide the final report associated with the below grade tank (BGT) closure at ConocoPhillips (CoP) Cundiff A #2R, located in San Juan County, New Mexico. Tank removal had been completed by CoP contractors prior to AES' arrival at the location.

1.0 Site Information

1.1 Location

Site Name – Cundiff A #2R

Legal Description - NE¼ NE¼, Section 17, T32N, R12W, San Juan County, New Mexico Well Latitude/Longitude - N36.99102 and W108.11156, respectively BGT Latitude/Longitude - N36.99105 and W108.11172, respectively Land Jurisdiction - Bureau of Land Management (BLM)

Figure 1. Topographic Site Location Map

Figure 2. Aerial Site Map, October 2012

1.2 NMOCD Ranking

Prior to site work, the New Mexico Oil Conservation Division (NMOCD) database was reviewed, and a C-144 form dated December 2006 for the State Com #2B well located approximately 1,400 feet east of the location reported the depth to groundwater as greater than 100 feet below ground surface (bgs). The New Mexico Office of the State Engineer (NMOSE) database was reviewed for nearby water wells, and no registered water wells were reported to be located within 1,000 feet of the location. Additionally, Google Earth and the New Mexico Tech Petroleum Recovery Research Center online

Crystal Tafoya Cundiff A #2R BGT Closure Report December 14, 2012 Page 2 of 5

mapping tool (http://ford.nmt.edu/react/project.html) were accessed to aid in the identification of downgradient surface water.

Once on site, AES personnel further assessed the ranking using topographical interpretation, Global Positioning System (GPS) elevation readings, and visual reconnaissance. AES personnel concluded that depth to groundwater at the site was greater than 100 feet bgs. An unnamed ephemeral wash is located approximately 750 feet southeast of the location. Based on this information, the location was assessed a ranking score of 10.

1.3 BGT Closure Assessment

AES was initially contacted by Jess Henson, CoP representative, on October 18, 2012, and on October 19, 2012, Kelsey Christiansen and Heather Woods of AES met with a CoP representative at the location. AES personnel collected six soil samples from below the BGT liner. Four samples were collected from the perimeter of the BGT footprint, one sample was collected from the center of the BGT footprint, and one sample was composited from the four perimeter samples and one center sample.

2.0 Soil Sampling

On October 19, 2012, AES personnel conducted field screening and collected five soil samples (S-1 through S-5) and one 5-point composite (SC-1) from below the BGT. Soil samples were collected from approximately 0.5 feet below the former BGT for field screening of volatile organic compounds (VOCs) and total petroleum hydrocarbon (TPH). Soil sample SC-1 was field screened for chlorides and also submitted for confirmation laboratory analysis. Soil sample locations are included on Figure 2.

2.1 Field Screening

2.1.1 Volatile Organic Compounds

A portion of each sample was utilized for field screening of VOC vapors with a photo-ionization detector (PID) organic vapor meter (OVM). Before beginning field screening, the PID-OVM was first calibrated with 100 parts per million (ppm) isobutylene gas.

2.1.2 Total Petroleum Hydrocarbons

Soil samples were also analyzed in the field for TPH per USEPA Method 418.1 using a Buck Scientific Model HC-404 Total Hydrocarbon Analyzer Infrared Spectrometer (Buck). A 3-point calibration was completed prior to conducting soil analyses. Field analytical protocol followed AES's Standard Operating Procedure: Field Analysis Total Petroleum Hydrocarbons per EPA Method 418.1.

2.1.3 Chlorides

Soil samples SC-1 was field screened for chlorides using Chloride Drop Count Titration with silver nitrate. Sampling and analysis methods followed procedures provided by Hach Company.

2.2 Laboratory Analyses

The composite soil sample SC-1 collected for laboratory analysis was placed into a new, clean, laboratory-supplied container, which was then labeled, placed on ice, and logged onto a sample chain of custody record. The sample was maintained on ice until delivery to the analytical laboratory, Hall Environmental Analysis Laboratory (Hall), in Albuquerque, New Mexico. Soil sample SC-1 was laboratory analyzed for:

- Benzene, toluene, ethylbenzene, and xylene (BTEX) per U.S. Environmental Protection Agency (USEPA) Method 8021B;
- Total petroleum hydrocarbons (TPH) for gasoline range organics (GRO) and diesel range organics (DRO) per USEPA Method 8015B;
- Chloride per USEPA Method 300.0.

2.3 Field and Laboratory Analytical Results

Field screening readings for VOCs via OVM ranged from 0.6 ppm in S-3 up to 1.7 ppm in S-1. Field TPH concentrations ranged from 39.9 mg/kg in S-1 up to 223 mg/kg in S-3. The field chloride concentration in SC-1 was 40 mg/kg. Field screening results are summarized in Table 1 and presented on Figure 2. The AES Field Screening Report is attached.

Table 1. Soil Field Screening VOCs, TPH, and Chloride Results
Cundiff A #2R BGT Closure, October 2012

| Sample ID | Date Sampled | Depth below BGT (ft) | VOCs OVM Reading (ppm) | Field TPH (mg/kg) | Field Chlorides (mg/kg) |
|----------------|-----------------|----------------------------|------------------------------|-------------------------|-------------------------------|
| NMOCD Action I | Level (NMAC 19. | 15.17.13E) | - | 100 | 250 |
| S-1 | 10/19/12 | 0.5 | 1.7 | 39.9 | NA |
| S-2 | 10/19/12 | 0.5 | 1.0 | 131 | NA |
| S-3 | 10/19/12 | 0.5 | 0.6 | 223 | NA |
| S-4 | 10/19/12 | 0.5 | 0.7 | 45.3 | NA |
| S-5 | 10/19/12 | 0.5 | 0.7 | 41.3 | NA |
| SC-1 | 10/19/12 | 0.5 | NA | NA | 40 |

NA - not analyzed

Crystal Tafoya Cundiff A #2R BGT Closure Report December 14, 2012 Page 4 of 5

Laboratory analytical results reported benzene and total BTEX concentrations in SC-1 as less than 0.050 mg/kg and less than 0.25 mg/kg, respectively. TPH concentrations were reported as less than 5.0 mg/kg GRO and less than 10 mg/kg DRO. The laboratory chloride concentration was reported at 47 mg/kg. Laboratory analytical results are summarized in Table 2 and included on Figure 2. Laboratory analytical reports are attached.

Table 2. Soil Laboratory Analytical Results Cundiff A #2R BGT Closure, October 2012

| Sample ID | Date Sampled | Depth (ft) | Benzene (mg/kg) | BTEX (mg/kg) | TPH- GRO (mg/kg) | TPH- DRO (mg/kg) | Chlorides (mg/kg) |
|--------------|-------------------|---------------|--------------------|-----------------|------------------------|------------------------|----------------------|
| NMOCD Action | Level (NMAC 19.15 | .17.13E) | 0.2 | 50 | 1 | 00 | 250 |
| SC-1 | 10/19/12 | 0.5 | <0.050 | <0.25 | <5.0 | <10 | 47 |

3.0 Conclusions and Recommendations

NMOCD action levels for BGT closures are specified in New Mexico Administrative Code (NMAC) 19.15.17.13E. Benzene and total BTEX concentrations in SC-1 were reported below NMOCD action levels of 0.2 mg/kg and 50 mg/kg, respectively. Field TPH concentrations exceeded the NMOCD action level of 100 mg/kg in two samples, S-2 (131 mg/kg) and S-3 (223 mg/kg). However, laboratory analytical results for TPH as GRO/DRO in SC-1 were reported below the NMOCD action level of 100 mg/kg. Chloride concentrations for SC-1 were also below the NMOCD action level of 250 mg/kg. Based on field screening and laboratory analytical results for benzene, total BTEX, TPH, and chlorides, no further work is recommended.

If you have any questions about this report or site conditions, please do not hesitate to contact Deborah Watson at (505) 564-2281.

Sincerely,

Kelsey Christiansen

Environmental Scientist

Lelay Christian

Crystal Tafoya Cundiff A #2R BGT Closure Report December 14, 2012 Page 5 of 5

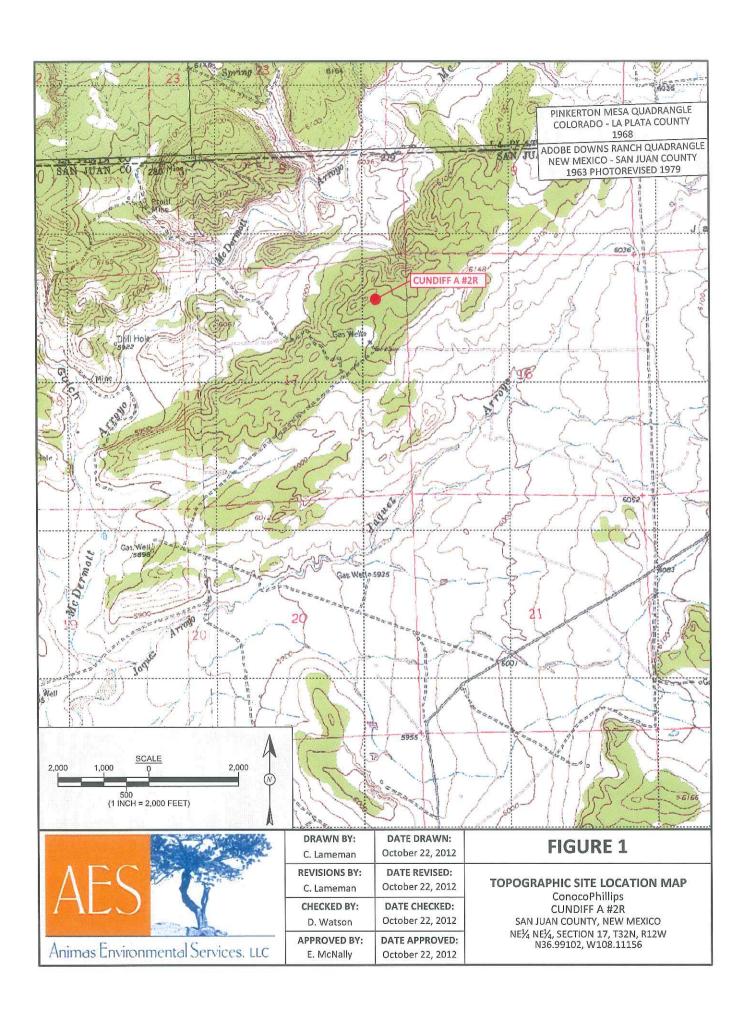
Elizabeth V McNelly

Elizabeth McNally, P.E.

Attachments:

Figure 1. Topographic Site Location Map Figure 2. Aerial Site Map, October 2012 AES Field Screening Report 101912 Hall Analytical Report 1210966

C:\Dropbox\December 2012\ConocoPhillips\Cundiff A #2R\Cundiff A #2R BGT Closure Report 121412.docx



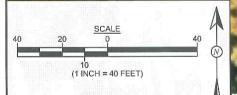


SAMPLE LOCATIONS

| Sample Date | | OVM- PID (ppm) | TPH (mg/kg) | Chlorides (mg/kg) |
|-------------|-------------------|----------------------|----------------|----------------------|
| NMOC | D ACTION LEVEL | | 100 | 250 |
| S-1 | 10/19/12 | 1.7 | 39.9 | NA |
| S-2 | 10/19/12 | 1.0 | 131 | NA |
| S-3 | 10/19/12 | 0.6 | 223 | NA |
| S-4 | 10/19/12 | 0.7 | 45.3 | NA |
| S-5 | 10/19/12 | 0.7 | 41.3 | NA |
| SC-1 | 10/19/12 | NA | NA | 40 |

| | | Laborato | ry Analytica | al Results | | |
|--------------------|----------|--------------------|--------------------------|-------------------------|-------------------------|----------------------|
| Sample ID | Date | Benzene (mg/kg) | Total BTEX (mg/kg) | TPH - GRO (mg/kg) | TPH - DRO (mg/kg) | Chlorides (mg/kg) |
| NMOCD ACTION LEVEL | | 0.2 | 50 | 1 | 00 | 250 |
| SC-1 | 10/19/12 | <0.050 | <0.25 | <5.0 | <10 | 47 |
| SAMPLE WAS | ANALYZED | PER EPA M | ETHOD 802 | 1B. 8015B A | ND 300.0. | |





AERIAL SOURCE: © 2012 PICTOMETRY INTERNATIONAL CORP. ONLINE, AERIAL TAKEN: APRIL 12, 2011



| DRAWN BY: | DATE DRAWN: |
|---------------|------------------|
| C. Lameman | October 22, 2012 |
| REVISIONS BY: | DATE REVISED: |
| C. Lameman | October 22, 2012 |
| CHECKED BY: | DATE CHECKED: |
| D. Watson | October 22, 2012 |
| APPROVED BY: | DATE APPROVED: |
| E. McNally | October 22, 2012 |

FIGURE 2 AERIAL SITE MAP BELOW GRADE TANK CLOSURE OCTOBER 2012

ConocoPhillips CUNDIFF A #2R SAN JUAN COUNTY, NEW MEXICO NE⅓ NE⅓, SECTION 17, T32N, R12W N36.99102, W108.11156

AES Field Screening Report

Animas Environmental Services, LLC

www.animasenvironmental.com

624 E. Comanche Farmington, NM 87401 505-564-2281

Durango, Colorado 970-403-5274

Project Location: Cundiff A #2R Date: 10/19/2012

Matrix: Soil

Client: ConocoPhillips

| | | Time of | | | Field | Field TPH | | | | TPH |
|-----------|-----------------|------------|-----------|-------|----------|-----------|------------|-----------------------|----|----------|
| | Collection | Sample | Sample | OVIM | Chloride | Analysis | Field TPH* | TPH PQL | | Analysts |
| Sample ID | Date | Collection | Location | (bpm) | (mg/kg) | Time | (mg/kg) | (mg/kg) | DF | Initials |
| S-1 | 10/19/2012 | 9:28 | North | 1.7 | NA | 10:38 | 39.9 | 20.0 | П | KC |
| S-2 | 10/19/2012 | 9:30 | South | 1.0 | NA | 10:44 | 131 | 20.0 | □ | KC |
| S-3 | 10/19/2012 | 9:33 | East | 0.6 | NA | 10:49 | 223 | 20.0 | 1 | KC |
| S-4 | 10/19/2012 | 9:36 | West | 0.7 | NA | 10:54 | 45.3 | 20.0 | М | KC |
| S-5 | 10/19/2012 | 9:38 | Center | 0.7 | NA | 10:58 | 41.3 | 20.0 | Н | KC |
| SC-1 | SC-1 10/19/2012 | 9:42 | Composite | NA | 40 | | Not, | Not Analyzed for TPH. | H. | |

Field Chloride - Quantab Chloride Titrators or Drop Count Titration with

Silver Nitrate

Total Petroleum Hydrocarbons - USEPA 418.1

Analyst:

*Field TPH concentrations recorded may be below PQL.

Dilution Factor Not Analyzed

Not Detected at the Reporting Limit

ND AN

Practical Quantitation Limit

Leboury (Madrem

Page 1



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109 TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

October 25, 2012

Debbie Watson

Animas Environmental Services

624 East Comanche

Farmington, NM 87401

TEL: (505) 486-4071 FAX (505) 324-2022

RE: COP Cundiff A #2R

OrderNo.: 1210966

Dear Debbie Watson:

Hall Environmental Analysis Laboratory received 1 sample(s) on 10/20/2012 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to www.hallenvironmental.com or the state specific web sites. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. All samples are reported as received unless otherwise indicated. Lab measurement of analytes considered field parameters that require analysis within 15 minutes of sampling such as pH and residual chlorine are qualified as being analyzed outside of the recommended holding time.

Please don't hesitate to contact HEAL for any additional information or clarifications.

Sincerely,

Andy Freeman

Laboratory Manager

Only

4901 Hawkins NE

Albuquerque, NM 87109

Analytical Report Lab Order 1210966

Date Reported: 10/25/2012

Hall Environmental Analysis Laboratory, Inc.

CLIENT: Animas Environmental Services

Project: COP Cundiff A #2R

Lab ID: 1210966-001

Client Sample ID: SC-1

Collection Date: 10/19/2012 11:06:00 AM

Received Date: 10/20/2012

| Analyses | Result | RL Qu | al Units | DF | Date Analyzed |
|--------------------------------|----------|----------|----------|----|------------------------|
| EPA METHOD 8015B: DIESEL RANGE | ORGANICS | | | | Analyst: SCC |
| Diesel Range Organics (DRO) | ND | 10 | mg/Kg | 1 | 10/22/2012 8:12:16 AM |
| Surr: DNOP | 107 | 77.6-140 | %REC | 1 | 10/22/2012 8:12:16 AM |
| EPA METHOD 8015B: GASOLINE RAN | IGE | | | | Analyst: NSB |
| Gasoline Range Organics (GRO) | ND | 5.0 | mg/Kg | 1 | 10/22/2012 2:08:49 PM |
| Surr: BFB | 92.9 | 84-116 | %REC | 1 | 10/22/2012 2:08:49 PM |
| EPA METHOD 8021B: VOLATILES | | | | | Analyst: NSB |
| Benzene | ND | 0.050 | mg/Kg | 1 | 10/22/2012 2:08:49 PM |
| Toluene | ND | 0.050 | mg/Kg | 1 | 10/22/2012 2:08:49 PM |
| Ethylbenzene | ND | 0.050 | mg/Kg | 1 | 10/22/2012 2:08:49 PM |
| Xylenes, Total | ND | 0.10 | mg/Kg | 1 | 10/22/2012 2:08:49 PM |
| Surr: 4-Bromofluorobenzene | 103 | 80-120 | %REC | 1 | 10/22/2012 2:08:49 PM |
| EPA METHOD 300.0: ANIONS | | | | | Analyst: SRM |
| Chloride | 47 | 30 | mg/Kg | 20 | 10/22/2012 12:41:09 PM |

Matrix: SOIL

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- E Value above quantitation range
- J Analyte detected below quantitation limits
- Sample pH greater than 2
- RL Reporting Detection Limit

- B Analyte detected in the associated Method Blank
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- R RPD outside accepted recovery limits
- S Spike Recovery outside accepted recovery limits

Hall Environmental Analysis Laboratory, Inc.

WO#:

1210966

25-Oct-12

Client:

Animas Environmental Services

Project:

COP Cundiff A #2R

Sample ID MB-4442

SampType: MBLK

TestCode: EPA Wethod 300.0: Anions

Client ID:

PBS

Batch ID: 4442

PQL

RunNo: 6409

SeqNo: 184313

Units: mg/Kg

Prep Date: Analyte

10/22/2012

Analysis Date: 10/22/2012

Result

SPK value SPK Ref Val %REC LowLimit

HighLimit

%RPD **RPDLimit** Qual

Chloride

ND 1.5

SampType: LCS

Batch ID: 4442

RunNo: 6409

Client ID: LCSS Prep Date:

Sample ID LCS-4442

10/22/2012

Analysis Date: 10/22/2012

SeqNo: 184314

Units: mg/Kg

Analyte

Result

PQL SPK value SPK Ref Val %REC

15

0

110

Chloride

1.5

%RPD

RPDLimit

15.00

100

LowLimit

TestCode: EPA Method 300.0: Anions

HighLimit

Qual

Qualifiers:

Value exceeds Maximum Contaminant Level.

E Value above quantitation range

Analyte detected below quantitation limits

Sample pH greater than 2

Analyte detected in the associated Method Blank В

Holding times for preparation or analysis exceeded H

ND Not Detected at the Reporting Limit

RPD outside accepted recovery limits

Page 2 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#:

1210966

25-Oct-12

Client:

Animas Environmental Services

Project:

COP Cundiff A #2R

| Sample ID MB-4432 | SampT | ype: ME | LK | Tes | tCode: El | PA Method | 8015B: Diese | el Range C | Organics | |
|-----------------------------|------------|---------|-----------|-------------|-----------|-----------|--------------|------------|----------|------|
| Client ID: PBS | Batch | ID: 443 | 32 | F | RunNo: 6 | 379 | | | | |
| Prep Date: 10/21/2012 | Analysis D | ate: 10 | /22/2012 | S | SeqNo: 18 | 83490 | Units: mg/K | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Diesel Range Organics (DRO) | ND | 10 | | | | | | | | |
| Surr: DNOP | 11 | | 10.00 | | 114 | 77.6 | 140 | | | |
| Sample ID LCS-4432 | SampT | ype: LC | s | Tes | tCode: El | PA Method | 8015B: Dies | el Range (| Organics | |
| Client ID: LCSS | Batch | ID: 44 | 32 | F | RunNo: 6 | 379 | | | | |
| Prep Date: 10/21/2012 | Analysis D | ate: 10 | /22/2012 | \$ | SeqNo: 1 | 83491 | Units: mg/k | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Diesel Range Organics (DRO) | 32 | 10 | 50.00 | 0 | 64.4 | 52.6 | 130 | | | |
| Surr: DNOP | 5.5 | | 5.000 | | 110 | 77.6 | 140 | | | |

Qualifiers:

* Value exceeds Maximum Contaminant Level.

E Value above quantitation range

J Analyte detected below quantitation limits

P Sample pH greater than 2

B Analyte detected in the associated Method Blank

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

R RPD outside accepted recovery limits

Page 3 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#: **1210966**

25-Oct-12

Client:

Animas Environmental Services

Project:

COP Cundiff A #2R

| 74] | | | | | | | | | | |
|-------------------------------|-------------|---------|-----------|-------------|-----------|-----------|-------------|------------|----------|------|
| Sample ID MB-4420 | SampTy | /pe: ME | BLK | Tes | tCode: El | PA Method | 8015B: Gaso | line Rang | е | |
| Client ID: PBS | Batch | ID: 442 | 20 | F | RunNo: 6 | 401 | | | | |
| Prep Date: 10/19/2012 | Analysis Da | ate: 10 | /22/2012 | 9 | SeqNo: 1 | 84413 | Units: mg/k | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Gasoline Range Organics (GRO) | ND | 5.0 | | | | | | | | |
| Surr: BFB | 930 | | 1000 | | 93.3 | 84 | 116 | | | |
| Sample ID LCS-4420 | SampT | ype: LC | s | Tes | tCode: E | PA Method | 8015B: Gaso | oline Rang | e | |
| Client ID: LCSS | Batch | ID: 44 | 20 | F | | | | | | |
| Prep Date: 10/19/2012 | Analysis Da | ate: 10 | /22/2012 | S | SeqNo: 1 | 84414 | Units: mg/l | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Gasoline Range Organics (GRO) | 23 | 5.0 | 25.00 | 0 | 93.7 | 74 | 117 | | | |
| Surr: BFB | 990 | | 1000 | | 99.5 | 84 | 116 | | | |

Qualifiers:

Value exceeds Maximum Contaminant Level.

E Value above quantitation range

J Analyte detected below quantitation limits

P Sample pH greater than 2

B Analyte detected in the associated Method Blank

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

R RPD outside accepted recovery limits

Page 4 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#:

1210966

25-Oct-12

Client:

Animas Environmental Services

1.1

1.000

Project:

COP Cundiff A #2R

| 2.00000 | | * | | | | | | | | |
|----------------------------|------------|----------|-----------|-------------|-----------|-----------|--------------|-------|----------|------|
| Sample ID MB-4420 | SampT | уре: МЕ | BLK | Tes | tCode: El | PA Method | 8021B: Volat | iles | | |
| Client ID: PBS | Batch | ID: 442 | 20 | F | RunNo: 64 | 401 | | | | |
| Prep Date: 10/19/2012 | Analysis D | ate: 10 | /22/2012 | S | SeqNo: 1 | 84440 | Units: mg/K | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Benzene | ND | 0.050 | | | | | | | | |
| Toluene | ND | 0.050 | | | | | | | | |
| Ethylbenzene | ND | 0.050 | | | | | | | | |
| (ylenes, Total | ND | 0.10 | | | | | | | | |
| Surr: 4-Bromofluorobenzene | 1.0 | | 1.000 | | 104 | 80 | 120 | | | |
| Sample ID LCS-4420 | SampT | ype: LC | s | Tes | tCode: El | PA Method | 8021B: Vola | tiles | | |
| Client ID: LCSS | Batch | n ID: 44 | 20 | F | RunNo: 6 | 401 | | | | |
| Prep Date: 10/19/2012 | Analysis D | ate: 10 |)/22/2012 | 5 | SeqNo: 1 | 84441 | Units: mg/M | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Benzene | 1.1 | 0.050 | 1.000 | 0 | 108 | 76.3 | 117 | | | • |
| Toluene | 1.1 | 0.050 | 1.000 | 0 | 107 | 80 | 120 | | | |
| Ethylbenzene | 1.1 | 0.050 | 1.000 | 0 | 108 | 77 | 116 | | | |
| Xylenes, Total | 3.2 | 0.10 | 3.000 | 0 | 107 | 76.7 | 117 | | | |

108

80

120

Qualifiers:

* Value exceeds Maximum Contaminant Level.

E Value above quantitation range

J Analyte detected below quantitation limits

P Sample pH greater than 2

Surr: 4-Bromofluorobenzene

B Analyte detected in the associated Method Blank

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

R RPD outside accepted recovery limits

Page 5 of 5



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87105

TEL: 505-345-3975 FAX: 505-345-410; Website: www.hallenvironmental.com

Sample Log-In Check List

| Client Name: Animas Environmental Received by/date: AF /0/20//2 | Work Order Number: 1210966 |
|---|---|
| Received by/date: 777 7920//2 | |
| Logged By: Andy Freeman 10/20/2012 | and It- |
| Completed By: Anne Thorne 10/22/2012 | am The |
| Reviewed By: AT 1922//2 | ¥ |
| Chain of Custody | × |
| 1 Were seals intact? | Yes ☐ No ☐ Not Present 🗹 |
| Is Chain of Custody complete? | Yes ☑ No ☐ Not Present ☐ |
| How was the sample delivered? | Courier |
| | |
| <u>Log In</u> | |
| 4. Coolers are present? (see 19. for cooler specific information) | Yes ☑ No ☐ NA ☐ |
| 5. Was an attempt made to cool the samples? | Yes ☑ No ☐ NA ☐ |
| 6. Were all samples received at a temperature of >0° C to 6.0°C | Yes ☑ No ☐ NA ☐ |
| 7 Sample(s) in proper container(s)? | Yes ₩ No □ |
| 8. Sufficient sample volume for indicated test(s)? | Yes ₩ No □ |
| Are samples (except VOA and ONG) properly preserved? | Yes ☑ No □ |
| 10. Was preservative added to bottles? | Yes No M NA |
| | |
| 11. VOA vials have zero headspace? | Yes ☐ No ☐ No VOA Vials ☑ |
| 12. Were any sample containers received broken? | Yes No # of preserved |
| 13. Does paperwork match bottle labels? (Note discrepancies on chain of custody) | bottles checked for pH: |
| 14. Are matrices correctly identified on Chain of Custody? | Yes ✓ No ☐ (<2 or >12 unless noted) |
| 15, Is it clear what analyses were requested? | Yes ☑ No ☐ Adjusted? |
| Were all holding times able to be met? (If no, notify customer for authorization.) | Yes ☑ No ☐ Checked by: |
| Special Handling (if applicable) | _ 1 _ X _ 2 |
| 17. Was client notified of all discrepancies with this order? | Yes No No NA 🗹 |
| Person Notified: Da By Whom: Via Regarding: Client Instructions: | |
| 18. Additional remarks: | |
| 18. Additional lethans. | |
| | |
| 19. Cooler Information | |
| Cooler No Temp °C Condition Seal Intact Seal No | o Seat Date Signed By |
| 1 2.8 Good Yes | |

| | HALL ENVIRONMENTAL | THE STATE OF THE S | Www.hallenvironmental.com | ₹ | Analysis Bourset | | ouliuo | Ses (o) (o) |) H9T (5) 86 (1) (1) (1) (1) (1) (1) (1) (1) (1) (1) | 8149 1089 1089 1089 1089 1089 1089 1089 108 | TEX + MTBE TEX + MTBE H Method OR (PNA or ORA 8 Metal Hons (FC) Nons (FC) No | Hand Hand | | | | | | | | Conoc | Activity: C200 Are: 1 Super: Harry Dee Work Ordered by: Jess Henson |
|-------------------------|---------------------------------------|--|---------------------------------|----------------------|-------------------------|------------------|----------------|--|---|---|--|---|-------------|--|--|--|--|--|------------------------------|------------------------------|---|
| Turn-Around Time: | □ Standard M Rush Same Day | Project Name: | Cop Cundiff A # 2R | #: | | Project Manager: | | D. Watson | | | Container Preservative Type and # Type | | 99,017) was | | | | | | | by: Date Time 16 1/2/12 1649 | Dâte Time /o/20/// /000 accredited laboratorides This secure of ordinal date. |
| Chain-of-Custody Record | Client: Animas Environmendal Services | | Mailing Address: しとも を、Comanche | Farming by, NM 87401 | Phone #: (505) 564-2281 | email or Fax#: | QA/QC Package: | ¥ Standard □ Level 4 (Full Validation) | Accreditation | □ EDD (Type) | Date Time Matrix Sample Request ID | 10/19/12 1106 Soil SC-1 | | | | | | | Date: Tree Delinearished has | 2 1648 Heath M. Wood | 12. 1726 Mis Jan Joles Bull Findromental may be subcor |

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

* Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

| | | | | | 11 | OPERA7 | TOR | | X Initia | l Report | \boxtimes | Final I | Report |
|---|---|---|--|--|-----------------------------------|---|--|-------------------------------------|--|--|--------------------------------|----------------------------------|------------------|
| Name of Co | | | | | | Contact Ke | | | | | | | |
| Address 340 | | | gton, NM | Ι | | | To.(505) 599-40 | 45 | | | | | |
| Facility Nan | ne: Cundi | ff A 2R | | | | Facility Typ | e: Gas Well | | | | | | |
| Surface Own | ner Fede r | al | | Mineral C | wner I | Federal | | | Lease N | o. NM-03 | 371 | | |
| | | | | LOCA | TION | OF RE | LEASE | | | , | | | |
| Unit Letter | Section 17 | Township 32N | Range 12W | Feet from the 880 | North/ North | South Line | Feet from the 560 | East/V East | Vest Line | County San Juan | | | |
| A | 17 | 3211 | 12 ** | | | Longitud | e-108.11090000 | | | | | | |
| | | | | RECORDS SECTION . | | OF REL | | - | | | | | |
| Type of Relea | ase BGT C | losure Summ | arv | 11288 | CILL | | Release N/A | | Volume F | Recovered N | I/A | | |
| Source of Re | | | | | | | Iour of Occurrence | ce N/A | Date and | Hour of Dis | covery | N/A | |
| Was Immedia | | Given? | Yes [|] No ⊠ Not R | equired | If YES, To N/A | Whom? | | | | | | |
| By Whom? N | Τ/ Λ | | COLORES L | | | Date and I | Iour N/A | | | | | | |
| Was a Water | | ched? | | | | | olume Impacting | the Wate | ercourse. | | | | |
| N/A | | | ☐ Ye | s 🛛 No | | N/A | | | | | | | |
| N/A | | pacted, Descr | | | | | [O17] | -1 | | | | · | |
| N/A | ise of Probl | em and Keme | uiai Aciic | on raken. | | | Constitue | | | | | | |
| 1471 | | | | | | by 19.15.17.13 NMAC. Please submit a | | | | | | | |
| | | | | | | separate C-141 under 19.15.29 NMAC | | | | | | | |
| Describe Are BGT Closu | ea Affected re: NO RE | and Cleanup LEASE FOU | Action Ta J <mark>ND UPO</mark> | ıken.* <mark>DN REMOVAL</mark> | | | | | | | | | |
| regulations a public health should their or the enviro | all operators or the envoperations onment. In | are required ironment. The have failed to | to report a e acceptar adequatel OCD acce | ve is true and compand/or file certain nee of a C-141 reply investigate and eptance of a C-141 | release i ort by th remedia | notifications a ne NMOCD r te contamina | and perform corre narked as "Final F tion that pose a th | ctive act Report" (reat to g | tions for re does not re ground wate | leases which lieve the ope er, surface w | n may o erator o ater, h | endange of liabili uman he | r ty ealth |
| Tederar, State | , or rocar it | IND UNIO, OF FOE | | 7 | | | OIL CON | ISERV | ATION | DIVISI | ON | | |
| | X | 2 | - | | | | | | | | | | |
| Signature: | | | | | | 4 4 | D: 4.1.4 C | | | | | | |
| Printed Nam | ne: Kenny l | Davis | | | | Approved b | y District Supervi | ISOI. | | | | | |
| Title: Staff | | | | | | Approval D | ate: | | Expiration | Date: | | | |
| E-mail Add | ress: Kenny | r.r.davis@con | ocophillip | os.com | | Conditions | of Approval: | | | Attache | d 🔲 | | |
| Date: 12/5/ | 14 Phone | e: (505) 599 - 4 | 045 | | | | | | | | | | |



