District 1

 $1625\;N\;$ French Dr , Hobbs, NM $88240\;$

District II

1301 W Grand Ave , Artesia, NM 88210

District III

 $1000\ Rio\ Brazos\ Rd$, 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

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

3661	Type of action:	Permit of a pit, closed- X Closure of a pit, closed Modification to an exi Closure plan only subselow-grade tank, or p	l-loop system sting permit nitted for an	, below-grade	tank, or propose	d alternativ	re method	tem,
Ple	ase be advised that approva	application (Form C-144) policy of this request does not relieve the operator of its responsibility	erator of liability	should operations	result in pollution of	urface water, g	round water or the	e
<u> </u>	lington Resources (Box 4289, Farming	Oil & Gas Company, LP ton, NM 87499			OGRID#: 1	1538		
Facility or well	name: San Juan 2	8-6 Unit 186	,					
API Number:		30-039-20582	OC.	D Permit Numb	er			
U/L or Qtr/Qtr: Center of Propo Surface Owner	osed Design: Latitud	tion: 6 Township: de: 36.60596 State Privat		Range:ongitude:	107.50111	y: Rio Ar	riba NAD: X 19	27 1983
Pit: Substitute	Emergency Unlined	17 11 NMAC orkover Cavitation P&A Liner type Thickness Factory Other	mıl [LLDPE Olume	HDPE PVC	L	x W	x D
X Closed- Type of Opera Drying F Lined [Liner Seams	tion P&A		otice of intent)	Other	o activities which r	equire prior		617 18 19
Volume Tank Construct Secondary		n I of 19 15.17 11 NMAC bbl Type of fluid detection Visible side Visible sidewalls only mil HDPE	walls, liner, 6-i Other PVC	inch lift and aut	omatic overflow sl	nut-off	016818900 011.00	DNS. DIV. DIST. 3
<u> </u>	tive Method:	equired Exceptions must be sub	mitted to the S	anta Fe Enviroi	nmental Bureau off	ice for consi	deration of app	roval.

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, inst	utution or chu	rch)			
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 cons (Fencing/BGT Liner)	deration of ap	proval			
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. 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 watercourse, 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.	Yes	No			
(Applies to temporary, emergency, or cavitation pits and below-grade tanks)	□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			
(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 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. US Figh and Weldi's Western Heart Feeting was Transported grown with a respect to the respect of the res	Yes	No			
- US Fish and Wildlife Wetland Identification map, Topographic map; Visual inspection (certification) of the proposed site Within the area overlying a subsurface mine.	Yes	□No			
- Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division	l				
 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			

Temporary Pits, Emergency Pits and Below-grade Tanks 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
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19 15 17.9 NMAC
Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15 17 9
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
Design Plan - based upon the appropriate requirements of 19 15 17.11 NMAC
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15 17 12 NMAC
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15 17 9 NMAC and 19.15 17 13 NMAC
Previously Approved Design (attach copy of design) API or Permit
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
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

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Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel 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 fluids and drill cuttings Use attachment if more than two facilities are required	,							
Disposal Facility Name Disposal Facility Permit #								
Disposal Facility Name Disposal Facility Permit #								
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and 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 G of 19 15 17 13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15 17 13 NMAC								
17								
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 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 Justifications and/or demonstrations of equivalency are required Please refer to 19 15 17 10 NMAC for guidance								
Ground water is less than 50 feet below the bottom of the buried waste	Yes No							
- NM Office of the State Engineer - 1WATERS database search, USGS Data obtained from nearby wells	N/A							
Ground water is between 50 and 100 feet below the bottom of the buried waste	Yes No							
- NM Office of the State Engineer - iWATERS database search, USGS, Data obtained from nearby wells								
Ground water is more than 100 feet below the bottom of the burned waste	Yes No							
- NM Office of the State Engineer - tWATERS 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 - 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 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	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	Yes No							
- Written confirantion or verification or map from the NM EMNRD-Mining and Mineral Division								
Within an unstable area - Engineering measures incorporated into the design, NM Bureau of Geology & Mineral Resources, USGS, NM Geological Society,	Yes No							
Тородгарыс тар								
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 clos by a check mark in the box, that the documents are attached.	ure plan. Please indicate,							
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 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 Subsection 1 of 19 15 17 13 NMAC								
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15 17 13 NMAC								

Operator Application Cartification
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)
Signature Date
e-mail address Telephone
OCD Approval: Parmit Application (including closure plan) Closure Parr (only) OCD Conditions (see attachment) OCD Representative Signature: Approval Date: 7/9/2011 Title: OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection K of 19 15 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: 6/15/2011
22
Closure Method: Waste Excavation and Removal On-site Closure Method Alternative Closure Method X 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-01-0010 / 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
,
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 Date 7/18 M
e-mail address <u>crystal.tafoya@conocophillips.com</u> Telephone (505) 326-9837