District I	State of New Mexico
District I 625 N. French Dr., Hobbs, NM 88240	Energy Minerals and Natural Resources
District II 1301 W. Grand Avenue, Artesia, NM 88210	Department
District III	Oil Conservation Division
District III 1000 Rio Brazos Road, Aztec, NM 87410 C J	- U 1220 South St. Francis Dr.
1220 S. St. Francis Dr , Santa Fe, NM 87505	Santa Fe, NM 87505
2009 JAN 12 PM 1	38

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office. For permanent pits and exceptions submit to the Santa 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

Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, Type of action: **Existing BGT**

below-grade tank, or proposed alternative method

Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request

Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the

environment. Nor does approval relieve the operator of its responsibility to comply with any other.	er applicable governing	ental authority's rules, regulations of ordinances.
Operator: XTO Energy, Inc.	_ OGRID #:	5380
Address: #382 County Road 3100, Aztec, NM 87410		
Facility or well name:Pipkin EH #10E		
API Number. 30-045-23781 OCD Permit Nu	mber:	
U/L or Qtr/Qtr H Section 01 Township 27N Range	11W County:	San Juan
Center of Proposed Design: Latitude 36.60747 Longitude	107.94852	NAD: □1927 ⊠ 1983
Surface Owner: S Federal State Private Tribal Trust or Indian Allotment		
2.		7.00 HH 10 11
Pit: Subsection F or G of 19.15.17.11 NMAC		oil cors. Div.
Temporary Drilling Workover		DIST. 3
Permanent Emergency Cavitation P&A		•
Lined Unlined Liner type: Thicknessmil LLDPE HDPE	PVC Other	
String-Reinforced		
Liner Seams: Welded Factory Other Volume:	bbl Dim	ensions: L x W x D
3. Closed-loop System: Subsection H of 19.15.17.11 NMAC		
Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to intent)	o activities which req	uire prior approval of a permit or notice of
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other		
☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDP	E PVC Other	r
Liner Seams: Welded Factory Other	•	
4.		
Below-grade tank: Subsection I of 19.15.17.11 NMAC		·
Volume: 95bbl Type of fluid: Produced Water		
Tank Construction material: Steel		
Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift an		•
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☒ Other _ <u>Visible sidewalls</u> .		
Liner type: Thicknessmil		
5.		
Alternative Method:		
Submittal of an exception request is required. Exceptions must be submitted to the Santa	re Environmental Bu	ureau office for consideration of approval.

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hinstitution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet	nospital,
Alternate. Please specify Four foot height, steel mesh field fence (hogwire) with pipe top railing	
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Expanded metal or solid vaulted top Monthly inspections (If netting or screening is not physically feasible)	
Signs: Subsection C of 19.15.17.11 NMAC 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers Signed in compliance with 19.15.3.103 NMAC	
Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau of consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for
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 accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system.	oriate district oproval.
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 significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ⊠ No ☐ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No 図 NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	Yes No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ · Yes ⊠ No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ⊠ No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society, Topographic map	☐ Yes ⊠ No
Within a 100-year floodplain FEMA map	☐ Yes ⊠ No

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. Mydrogeologic 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 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 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
Previously Approved Design (attach copy of design) API Number: or Permit Number:
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 Number:
Previously Approved Operating and Maintenance Plan API Number:(Applies only to closed-loop system that use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
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 (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 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 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 Burial Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
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

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.1 Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if facilities are required.										
Disposal Facility Name: Disposal Facility Permit Number: Disposal Facility Name. Disposal Facility Permit Number:										
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations? Yes (If yes, please provide the information below) No										
Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	C									
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 sour provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate disting considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justic demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	rict office or may be									
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No									
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No									
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA									
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No									
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No									
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	☐ Yes ☐ No									
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	Yes No									
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No									
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No									
Within an unstable area. - Engineering measures incorporated into the design; NM Burcau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☐ No									
Within a 100-year floodplain FEMA map	☐ Yes ☐ No									
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19. Protocols and Procedures - based upon the appropriate requirements of 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 cann 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 I of 19.15.17.13 NMAC	15.17. <u>1</u> 1 NMAC									

Operator Application Certification:	•	
I hereby certify that the information submitted with this application is tru	e, accurate and complete to	the best of my knowledge and belief.
Name (Print): Kim Champlin	Title;	Environmental Representative
Signature: Kim Champlin	Date:	01/02/2009
e-mail address: kim_champlin@xtocnergy.com		(505) 333-3100
OCD Approval: Permit Application (including closure plan) OCD Representative Signature:	losure Plan (only) OC	D Conditional (see attachment)
	11/	
$-\nu$	om Pintince Ol OCD Permit Nu	mber:
Closure Report (required within 60 days of closure completion): Substructions: Operators are required to obtain an approved closure pla The closure report is required to be submitted to the division within 60 esection of the form until an approved closure plan has been obtained an	n prior to implementing an lays of the completion of th id the closure activities hav	y closure activities and submitting the closure report. ne closure activities. Please do not complete this
	V Closare Co	impletion Date: CO. UNI 1075
Closure Method: Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain.	Alternative Closure Metho	od Waste Removal (Closed-loop systems only)
23. Closure Report Regarding Waste Removal Closure For Closed-loop: Instructions: Please indentify the facility or facilities for where the liquitivo facilities were utilized.	ids, drilling fluids and dril	
Disposal Facility Name:	Disposal Facility	Permit Number:
Disposal Facility Name:	Disposal Facility	Permit Number:
Were the closed-loop system operations and associated activities perform Yes (If yes, please demonstrate compliance to the items below)		ot be used for future service and operations?
Required for impacted areas which will not be used for future service and	l operations:	
☐ Site Reclamation (Photo Documentation) ☐ Soil Backfilling and Cover Installation		
Re-vegetation Application Rates and Seeding Technique		
24. Closure Report Attachment Checklist: Instructions: Each of the followark in the box, that the documents are attached.	owing items must be attach	ed to the closure report. Please indicate, by a check
Proof of Closure Notice (surface owner and division)		
Proof of Deed Notice (required for on-site closure)		
Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable)		
Waste Material Sampling Analytical Results (required for on-site of	:losure)	
✓ 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	Longituda	NAD: □1927 □ 1983
	_ Longitude	[NAD. [1927 [1983
Operator Closure Certification: I hereby certify that the information and attachments submitted with this belief. I also certify that the closure complies with all applicable closure	closure report is true, accurrequirements and condition	ate and complete to the best of my knowledge and specified in the approved closure plan.
Name (Print): James Mc Daniel	Title: EAG	S Coordinator
Signature:	Date:	5/6/11
e-mail address: James Madaniel Gxtoenera	U CAN Telephone:	505-333-3701

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

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

						OPERATOR Initial Report Fin									
Name of Co	mpany: X	TO Energy,	Inc.			Contact: Jan	nes McDaniel								
Address: 38						Telephone No.: (505) 333-3701									
Facility Nar	ne: E H pi	pkin #10E (3	30-045-23	3781)		Facility Type: Gas Well (Kutz Gallup)									
Surface Ow	ner: Feder	al		Mineral O	wner:		···-		Lease N	lo.:					
				LOCA	TIO	N OF REI	EASE								
Unit Letter	Section	Township	Range	Feet from the		South Line	Feet from the	East/V	Vest Line	County					
A	33	30N	11W	1520		FNL	810	1	FEL	San Juan					
Latitude: 36.60747 Longitude: -107.94852 NATURE OF RELEASE															
Type of Rele	ace: Produc	ed Water		NAI	UKE		Release: Unknow	un.	Volume E	Recovered:	None				
Source of Re							lour of Occurrence			Hour of Dis		· NA			
Source of Release. Below Glade Palik						Unknown	iour or occurrenc		Dute and	riour or Dis	covery				
Was Immedia	ate Notice C		Yes [No ⊠ Not Re	quired	If YES, To	Whom?								
By Whom?	·					Date and H	lour								
Was a Water	course Read		If YES, Volume Impacting the Watercourse.												
If a Watercou	irse was Im	pacted, Descri	be Fully.*	•											
Describe Cau	se of Proble	em and Remed	dial Action	Taken.* The be	elow gra	ade tank was	aken out of service	ce at the	E H Pipkii	n #10E well	site du	ie to the			
analysis for T below the 'Pi 250 ppm chlo Guidelines fo of less than 5 Describe Are On February	PH via US t Rule' spil oride standa or the Reme 0 feet below a Affected a 18, 2011, a	EPA Method of confirmation at 280 ppm diation of Lea or ground surfamed Cleanup Approximately	418.1 and standards. This conks, Spills ace. This action Take eight (8) of	ubic yards of imp	d BTEX total BT ase had to a was adards t	X via USEPA EX, but above occurred at the shat less than to 100 ppm The bil was removed.	Method 8021, and the the 100 ppm TP his location. The 200 feet from the PH, 10 ppm benze ed from the botto	d for tot PH stand site was e location ene, and m of the	al chlorides lard at 280 then ranke in, and an a 50 ppm tot	s. The samp ppm (via 41 ed a 40 purs ssumed dep tal BTEX.	ole return 18.1) and uant to oth to grant to the compe	armed results and above the the NMOCD round water oosite sample			
and for benze	ne and tota	l BTEX via U	SEPA Me	approximately 10 thod 8021. The salatical Results	ample r	eturned result	s below the regula	atory sta	andard for a	all constitue	nts ana	lyzed. No			
further remediation is required at this location. Analytical Results, Bills of Lading, and all applicable field sheets are attached for your reference. I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.															
Signature:	///			/			OIL CONS	SERV	<u>ATION</u>	DIVISIO	<u> </u>				
Printed Name	:: James Mo	Daniel	,			Approved by District Supervisor:									
Title: EH&S	Coordinato	r				Approval Dat	e:		Expiration	Date:					
E-mail Addre	ess: James_	McDaniel@xt	oenergy.c	om		Conditions of	Approval:			Attached	l 🔲				
Date: 5/06/20	011		P	hone: 505-333-37	01										

^{*} Attach Additional Sheets If Necessary

XTO Energy Inc. San Juan Basin Below Grade Tank Closure Report

Lease Name: E H Pipkin #10E API No.: 30-045-23781

Description: Unit H, Section 1, Township 27N, Range 11W, San Juan County

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.

Closure Date is February 18, 2011

2. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.

Closure Date is February 18, 2011

3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.

Required C-144 Form is attached to this document.

4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B

Soil contaminated by exempt petroleum hydrocarbons

Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

All liquids and sludge were removed from the tank prior to closure activities.

5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.

XTO has removed the below grade tank, and will dispose of it at a division approved facility, or recycle, reclaim or reuse it in a manner that is approved by the division.

6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.

All equipment has been removed due to the plugging and abandoning of the E H Pipkin #10E well site.

At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 50 mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

A five point composite sample was taken of the pit using sampling tools and all samples tested per Subsection B of 19.15.17.1 3(B)(1)(b). (Sample results attached).

Components	Test Method	Limit (mg/Kg)	Results			
Benzene	EPA SW-846 8021B or 8260B	0.2	BDL mg/kg			
BTEX EPA SW-846 8021B or 8260B		50	BDL mg/kg			
ТРН	EPA SW-846 418.1	100	280 mg/kg			
Chlorides	EPA 300.1	250 or background	280 mg/kg			

8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.

A release was confirmed at this location due TPH results of 280 ppm and chloride results of 280 ppm. Please see attached C-141 for a report on the remediation activities at this site.

9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.

The pit cellar was backfilled using compacted, non-waste containing earthen material, with a division prescribed soil cover.

10. Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally.

The notification will include the following:

- i. Operator's name
- ii. Well Name and API Number
- iii. Location by Unit Letter, Section, Township, and Range

Notification was provided to Mr. Brandon Powell with the Aztec office of the OCD via email on January 28, 2011; see attached email printout.

The surface owner shall be notified of XTO's proposal to close the BGT as per the approved closure plan using certified mail, return receipt requested.

The surface owner was notified on January 28, 2011; see attached letter and return receipt.

11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be placed in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.

The location has been recontoured to match the above specifications.

12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.

The site has been backfilled to match these specifications.

13. XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

The location has been reclaimed pursuant to the BLM MOU.

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner; attached
 - ii. Details on capping and covering, where applicable; per OCD Specifications
 - iii. Inspection reports; attached
 - iv. Confirmation sampling analytical results; attached
 - v. Disposal facility name(s) and permit number(s); see above
 - vi. Soil backfilling and cover installation; per OCD Specifications
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable); **Per BLM MOU**
 - viii. Photo documentation of the site reclamation. attached
- 15. This closure report is being submitted after the 60 day deadline required by the 'Pit Rule' due to a unforeseen delay on final reclamation of this well site. This delay was due to the pipeline riser not being removed by the gathering company in a timely fashion.



COVER LETTER

Friday, December 03, 2010

Julie Linn XTO Energy 382 County Road 3100 Aztec, NM 87410

TEL: (505) 333-3100 FAX (505) 333-3280

RE: BGT

Dear Julie Linn:

Order No.: 1011A27

Hall Environmental Analysis Laboratory, Inc. received 1 sample(s) on 11/30/2010 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. Below is a list of our accreditations. To access our accredited tests please go to www.hallenvironmental.com or the state specific web sites.

Reporting limits are determined by EPA methodology.

Please do not hesitate to contact HEAL for any additional information or clarifications.

Sincerely,

Andy Freeman, Laboratory Manager

NM Lab # NM9425 NM0901 AZ license # AZ0682 ORELAP Lab # NM100001 Texas Lab# T104704424-08-TX



Hall Environmental Analysis Laboratory, Inc.

Date: 03-Dec-10

CLIENT:

XTO Energy

Lab Order:

1011A27

0.00

Project:
Lab ID:

BGT

1011A27-01

Client Sample ID: EH Pipkin #10

Collection Date: 11/29/2010 2:32:00 PM

Date Received: 11/30/2010

Matrix: SOIL

Analyses	Result	PQL Q	ual Units	DF	Date Analyzed
EPA METHOD 418.1: TPH					Analyst: LRW
Petroleum Hydrocarbons, TR	280	20	mg/Kg	1	12/3/2010

Qualifiers:

- * Value exceeds Maximum Contaminant Level
- E Estimated value
- J Analyte detected below quantitation limits
- NC Non-Chlorinated
- PQL Practical Quantitation Limit

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

Date: 03-Dec-10

QA/QC SUMMARY REPORT

Client:

XTO Energy

Project:

BGT

Work Order:

1011A27

Analyte	Result	Units	PQL	SPK Va SI	PK ref	%Rec L	owLimit Hi	ghLimit	%RPD	RPDLImit	Qual
Method: EPA Method 418.1: Sample ID: MB-24728	трн	MBLK				Batch ID:	24728	Analys	is Date:		12/3/2010
Petroleum Hydrocarbons, TR Sample ID: LCS-24728	ND	mg/Kg <i>LCS</i>	20			Batch ID:	24728	Analys	is Date:	•	12/3/2010
Petroleum Hydrocarbons, TR Sample ID: LCSD-24728	95.78	mg/Kg LCSD	20	100	0	95.8 Batch ID:	86.8 24728	116 Analys	is Date:		12/3/2010
Petroleum Hydrocarbons, TR	91.70	mg/Kg	20	100	0	91.7	86.8	116	4.35	16.2	

Qualifiers:

E Estimated value

J Analyte detected below quantitation limits

ND Not Detected at the Reporting Limit

H Holding times for preparation or analysis exceeded

NC Non-Chlorinated

R RPD outside accepted recovery limits

Hall Environmental Analysis Laboratory, Inc.

Sample Receipt Checklist

Client Name XTO ENERGY	Dat	Date Received: 11/30/2010										
Work Order Number 1011A27						Received by: AMG						
Checklist completed by: Signature	Garic	1	13011 Date	S ()	ample ID la	bels checked	by:	Initials .				
Matrix:	Carrier name:	<u>Grey</u>	/hound									
Shipping container/cooler in good condition?		Yes	V	N	o 🗆	Not Present			,			
Custody seals intact on shipping container/cooler?		Yes	V	N	o 🗌	Not Present		Not Shipped				
Custody seals intact on sample bottles?		Yes		N	o 🗌	N/A	\checkmark					
Chain of custody present?		Yes	Y	N	o 🗆							
Chain of custody signed when relinquished and receive	ed?	Yes	\checkmark	N	o 🗆			•				
Chain of custody agrees with sample labels?		Yes	\mathbf{V}	N	o 🗌							
Samples in proper container/bottle?		Yes	\checkmark	N	o 🗌							
Sample containers intact?		Yes	\checkmark	N	o 🗆							
Sufficient sample volume for indicated test?		Yes	✓	N	o 🗆							
All samples received within holding time?		Yes	\checkmark	N	o 🗆			Number of bottles che	f preserved			
Water - VOA vials have zero headspace? No V	VOA vials submi	tted	\checkmark	Yes		No 🗌		pH:	ecked for			
Water - Preservation labels on bottle and cap match?		Yes		N	o 🗆	N/A 🗹		_				
Water - pH acceptable upon receipt?		Yes		N	o 🗆	N/A 🗹		<2 >12 unli below.	ess noted			
Container/Temp Blank temperature?		2.	.3°		Acceptable	e time to cool.		BOIOW.				
COMMENTS:												
	====:		=======================================	= =	====				== _ =			
Client contacted Date of	contacted:				Perso	on contacted						
Contacted by: Regar	ding.											
Comments:												
												
												
Corrective Action												
			·	-,		-						

	<u>hain</u>	-of-Cເ	ustody Record	Turn-Around	Time:			· ·						RI3.	/T F	20	NI B	a E	NIT.	· A I	
Client:	X	MA	nergy	Standard	□ Rush				H											AL	
<u></u>	mes		CDarrel	Project Name) :		ANALYSIS LABORATORY www.hallenvironmental.com														
	Address	380		BG	Τ		4901 Hawkins NE - Albuquerque, NM 87109														
A	BIEC		1 87410	Project #:				Tel. 505-345-3975 Fax 505-345-4107													
Phone			187.0519	T X701020				€ 44°. 43° • 4°.												1	
email o	r Fax#:	ames	_mcdaniel@xtoenegu	F(c)ethMana	ger:			nly)	sel)					04)							
QA/QC I	Package:	J	☐ Level 4 (Full Validation)	Julie			TMB's (8021)	+ TPH (Gas only)	(Gas/Diesel)					,PO4,S(PCB's						
Accredi		C Oth		Sampler: By	ogke t	lem .	TMB	ТРН) BS	(1)	1.1)	H)		NO ₂	808						î
	□ NELAP □ Other			On Ice: Sample Tem	X=Yes berature	ENO.	<u>]</u> +		801	1418	1 504	r PA	als	No	les /		(A)				Yor
Date	Time	Matrix	Sample Request ID		Preservative Type	HEALNO TOTACO	BTEX + MTBE	BTEX + MTBE	TPH Method 8015B	TPH (Method 418.1)	EDB (Method 504.1)	8310 (PNA or PAH)	RCRA 8 Metals	Anions (F,CI,NO ₃ ,NO ₂ ,PO ₄ ,SO ₄)	8081 Pesticides / 8082	8260B (VOA)	8270 (Semi-VOA)				Air Bubbles (Y or N)
1/29/10	1432	Soil	EH Pipkin #10	1/402	none	-1				\checkmark											
- 1																					
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5-4	-	7		Description of him				L.											\bot		
Date:	Time: 545	Relinquish	Wer Ho	Received by:	Walt	Date Time	1	nark	s:												
Date: 11/29/10	Time:	Relinquish	ste Walle	Received by:	7	Date Time															,
ŀ	f necessary,	samples sub	omitted to Hall Environmental may be subc	contracted to other a	ccredited laboratorie	es. This serves as notice of th	is possi	bility	Any si	ub-con	tracte	d data	will be	e clear	ly nota	ated or	n the a	nalytica	l report	t	



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James McDaniel XTO Energy - San Juan Division 382 County Road 3100 Aztec, NM 87410

Report Summary

Monday December 06, 2010

Report Number: L491021 Samples Received: 11/30/10 Client Project: XTO1020

Description: BGT

The analytical results in this report are based upon information supplied by you, the client, and are for your exclusive use. If you have any questions regarding this data package, please do not hesitate to call.

Entire Report Reviewed By:

Daphne Richards , ESC Representative

Laboratory Certification Numbers

A2LA - 1461-01, AIHA - 100789, AL - 40660, CA - I-2327, CT - PH-0197, FL - E87487 GA - 923, IN - C-TN-01, KY - 90010, KYUST - 0016, NC - ENV375/DW21704, ND - R-140 NJ - TN002,NJ NELAP - TN002, SC - 84004, TN - 2006, VA - 00109, WV - 233 AZ - 0612, MN - 047-999-395, NY - 11742, WI - 998093910, NV - TN000032008A, TX - T104704245, OK-9915

Accreditation is only applicable to the test methods specified on each scope of accreditation held by ESC Lab Sciences

Note The use of the preparatory EPA Method 3511 is not approved or endorsed by the CA ELAP

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YOUR LAB OF CHOICE

REPORT OF ANALYSIS

James McDaniel XTO Energy - San Juan Division 382 County Road 3100 Aztec, NM 87410 December 06,2010

Date Received : Description : November 30, 2010

BGT

ESC Sample # : L491021-01 Site ID . EH PIPKIN 10E

Sample ID

: EH PIPKEN 10E 6IN-1 FT

Project # : XTO1020

Collected By Brooke Herb Collection Date: 11/29/10 14:32

Parameter	Dry Result	Det. Limit	Units	Method	Date	Dil.
Chloride	280	12.	mg/kg	9056	12/03/10	1
Total Solids	83.8		%	2540G	12/02/10	1
Benzene Toluene Ethylbenzene Total Xylene TPH (GC/FID) Low Fraction Surrogate Recovery-% a,a,a-Trifluorotoluene(FID)	BDL BDL BDL BDL BDL	0.0030 0.030 0.0030 0.0089 0.60	mg/kg mg/kg mg/kg mg/kg mg/kg	8021/8015 8021/8015 8021/8015 8021/8015 GRO 8021/8015	12/01/10 12/01/10 12/01/10 12/01/10 12/01/10	5 5 5 5
a,a,a-Trifluorotoluene(PID)	100.		% Rec.	8021/8015	12/01/10	
TPH (GC/FID) High Fraction	110	4.8	mg/kg	3546/DRO	12/02/10	1
Surrogate recovery(%) o-Terphenyl	61.3		% Rec	3546/DRO	12/02/10	1

Results listed are dry weight basis. BDL - Below Detection Limit Det. Limit - Practical Quantitation Limit(PQL)

Note:

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Quality Assurance Report Level II

L491021

December 06, 2010

			ratory B					
Analyte	Result	Uni	ts	% Rec	Limit	Ва	tch Da	ce Analyze
Benzene	< 0005	mq/	ka			WG	511042 12	/01/10 14 4
Ethylbenzene	< 0005	. mg/			* *			/01/10 14 4
Toluene	< .005	mg/						/01/10 14:4
TPH (GC/FID) Low Fraction	< .1	mg/						/01/10 14 · ·
Total Xylene	< .0015	mg/						01/10 14
a,a,a-Trifluorotoluene(FID)			ec.	96 62	59-128			/01/10 14 4
a,a,a-Trifluorotoluene(PID)			ec.	100 2	54-144			/01/10 14.4
Total Solids	< .1	*				WG:	510981 12	/02/10 10 2
TPH (GC/FID) High Fraction	< 4	ppm	ı			WG:	510908 12	/01/10 15 5
o-Terphenyl		% R	ec.	70.18	50-150	WG.	510908 12	/01/10 15.5
Chloride	< 10	mg/	kg			WG	511245 12	<u>/03/10</u> 09.4
			Duplicate	9				
Analyte	Units	Result	Dupli	cate RPD	Limit	Re	ef Samp	Batch
Total Solids		77.0	77.7	0 778	5	L	491033-04	WG51098
		Laborato	ry Contro	ol Sample				
Analyte	Units	Known V		Result	% Rec	Liı	mit	Batch
Benzene	mq/kg	05		0.0483	96.6	76	-113	WG5110
Ethylbenzene	mq/kq	. 05		0.0501	100	78	-115	WG51104
Toluene	mg/kg	. 05		0 0483	96 6	76	-114	WG51104
Total Xylene	mg/kg	.15		0.147	81	-118	WG5110	
a,a,a-Trifluorotoluene(PID)	3. 3				99 68	54	-144	WG51104
TPH (GC/FID) Low Fraction	mg/kg	5.5		6.59	120.	67	-135	WG5110
a,a,a-Trifluorotoluene(FID)	5. 5			•	101.2	59	-128	WG51104
Total Solids	*	50		50 0	100	85	85-115	
TPH (GC/FID) High Fraction	ppm	60		38.5	64 1		-150	WG51090
o-Terphenyl					69.95	, 50	-150	WG51090
Chloride	mg/kg	200		192.	96 0	85	-115	WG51124
	Li	aboratory Co	ntrol Sa	mple Duplicate				
Analyte	Units	Result R	Ref	%Rec	Limit	RPD	Limit	Batch
Benzene			0.0483	97.0	76-113	0.650	20	WG51104
Ethylbenzene			100	78-115	0 450	20	WG5110	
Toluene		mg/kg 0 0485 0.0483		97.0	76-114	0 450	20	WG51104
Total Xylene			.147	97 0	81-118	0.600	20	WG51104
a,a,a-Trifluorotoluene(PID)				99.66	54-144			WG5110
TPH (GC/FID) Low Fraction	mg/kg	6 73 6	5.59	122	67-135	2.06	20	WG5110
a,a,a-Trifluorotoluene(FID)				100 9	59-128			WG5110
TPH (GC/FID) High Fraction	ppm	38.5 3	8 5	64.0	50-150	0 115	25	WG5109
o-Terphenyl . * Performance of this Analyt				69.49	50-150			WG5109

Performance of this Analyte is outside of established criteria.

For additional information, please see Attachment A 'List of Analytes with QC Qualifiers '



XTO Energy - San Juan Division James McDaniel 382 County Road 3100

Aztec, NM 87410

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L491021

December 06, 2010

Analyte		Laboratory Result	Control Ref	Sample Dup %Rec	olicate	Limit	RPD	Lımit	Batch
Chloride	mg/kg	187 ·	192.	94.0	~ * ~	85-115	2 64	, Ž	
			Matrix	Spike					
Analyte	Units	MS Res	Ref R	es TV	% Rec	Limit		Ref Samp	Batch
Benzene	mg/kg	0 205	0	05 .*	81:9	32-137		L491177-01	WĜ51104:
Ethylbenzene	mg/kg	0 209	0	05	83 7	10-150	•	L491177-01	WG51104:
Toluene	mg/kg	0.204	0	.05	81 6	20-142		L491177-01	WG51104
Total Xylene	mg/kg	0.616	0	15	, 82.2	16-141		L491177-01	, WG51104:
a,a,a-Trifluorotoluene(PID)				•	99.08	54-144		,	WG51104:
TPH (GC/FID) Low Fraction	mg/kg	26 0	0	5 5	94.4	55-109		L491177-01	WG51104:
a,a,a-Trifluorotoluene(FID)) ·		99 81	,59-128	~		WG51104:
		Mati	rix Spike	Duplicate					
Analyte	Units	MSD	Ref	%Rec	Limit	RPD	Limit	Ref Samp	Batch
Benzéne	mg/kg	0 224	0.205	89.5	32-137	8.84	39	L491177-01	WG51104:
Ethylbenzene	mg/kg	0 226	0.209	90 5	10-150	7 77	44	L491177-01	WG51104:
Toluene	mg/kg	0 224	0.204	89 5	20-142	9.19	42	L491177-01	WG51104
Total Xylene	mg/kg	0.662	0 616	88 3	16-141	7.21	46 、	L491177-01	WG51104:
a,a,a-Trifluorotoluene(PID)	5. 5			99 39	54-144			. ,-	WG51104
TPH (GC/FID) Low Fraction	mg/kg	27 6	26 0	100	55-109	6 26	20	L491177-01	WG51104
a,a,a-Trifluorotoluene (FID)		*	*	99.84	59-128	7.57	,*		WG51104

Batch number /Run number / Sample number cross reference

WG511042 · R1494749 L491021-01 WG510981 · R1495292 . L491021-01 WG510908 . R1495749 · L491021-01 WG511245 R1497409 L491021-01

 ^{*} Calculations are performed prior to rounding of reported values
 * Performance of this Analyte is outside of established criteria
 For additional information, please see Attachment A 'List of Analytes with QC Qualifiers '



XTO Energy - San Juan Division James McDaniel 382 County Road 3100

Aztec, NM 87410

Quality Assurance Report Level II

L491021

December 06, 2010

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The data package includes a summary of the analytic results of the quality control samples required by the SW-846 or CWA methods. The quality control samples include a method blank, a laboratory control sample, and the matrix spike/matrix spike duplicate analysis. If a target parameter is outside the method limits, every sample that is effected is flagged with the appropriate qualifier in Appendix B of the analytic report.

Method Blank - an aliquot of reagent water carried through the entire analytic process. The method blank results indicate if any possible contamination exposure during the sample handling, digestion or extraction process, and analysis. Concentrations of target analytes above the reporting limit in the method blank are qualified with the "B" qualifier

Laboratory Control Sample - is a sample of known concentration that is carried through the digestion/extraction and analysis process. The percent recovery, expressed as a percentage of the theoretical concentration, has statistical control limits indicating that the analytic process is "in control". If a target analyte is outside the control limits for the laboratory control sample or any other control sample, the parameter is flagged with a "J4" qualifier for all effected samples

Matrix Spike and Matrix Spike Duplicate - is two aliquots of an environmental sample that is spiked with known concentrations of target analytes. The percent recovery of the target analytes also has statistical control limits. If any recoveries that are outside the method control limits, the sample that was selected for matrix spike/matrix spike duplicate analysis is flagged with either a "J5" or a "J6". The relative percent difference (%RPD) between the matrix spike and the matrix spike duplicate recoveries is all calculated. If the RPD is above the method limit, the effected samples are flagged with a "J3" qualifier



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James McDaniel XTO Energy - San Juan Division 382 Road 3100 Aztec, NM 87410

Report Summary

Monday February 28, 2011

Report Number: L502618
Samples Received: 02/19/11
Client Project:

Description: EH Pipkin 10E

The analytical results in this report are based upon information supplied by you, the client, and are for your exclusive use. If you have any questions regarding this data package, please do not hesitate to call.

Entire Report Reviewed By:

Daphne Richards , ESC Representative

Laboratory Certification Numbers

A2LA - 1461-01, AIHA - 100789, AL - 40660, CA - I-2327, CT - PH-0197, FL - E87487 GA - 923, IN - C-TN-01, KY - 90010, KYUST - 0016, NC - ENV375/DW21704, ND - R-140 NJ - TN002, NJ NELAP - TN002, SC - 84004, TN - 2006, VA - 00109, WV - 233 AZ - 0612, MN - 047-999-395, NY - 11742, WI - 998093910, NV - TN000032008A, TX - T104704245, OK-9915

Accreditation is only applicable to the test methods specified on each scope of accreditation held by ESC Lab Sciences

Note The use of the preparatory EPA Method 3511 is not approved or endorsed by the CA ELAP

Note the use of the preparatory bra method 3311 18 not approved of endorsed by the ca blan

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REPORT OF ANALYSIS

February 28,2011

James McDaniel XTO Energy - San Juan Division 382 Road 3100 Aztec, NM 87410

ESC Sample # . L502618-01 ·

February 19, 2011 : EH Pipkin 10E Date Received Description

Site ID :

Sample ID BOTTOM 5 FT

Project # :

Collected By : James McDaniel Collection Date : 02/18/11 09:25

Parameter	Dry Result	Det. Limit	Units	Method	Date	Dil.
Total Solids	95.		ે	2540G	02/28/11	1
Benzene	BDL	0.0026	mg/kg	8021/8015	02/20/11	5
Toluene	BDL	0.026	mg/kg	8021/8015	02/20/11	5
Ethylbenzene	BDL	0.0026	mg/kg	8021/8015	02/20/11	5
Total Xylene	BDL	0.0079	mg/kg	8021/8015	02/20/11	5
TPH (GC/FID) Low Fraction	BDL	0.53	mg/kg	GRO	02/20/11	5
Surrogate Recovery-%						
a,a,a-Trifluorotoluene(FID)	95.6		% Rec.	8021/8015	02/20/11	5
a,a,a-Trifluorotoluene(PID)	101.	•	% Rec.	8021/8015	02/20/11	5
TPH (GC/FID) High Fraction Surrogate recovery(%)	70.	4 2	mg/kg	3546/DRO	02/21/11	1
o-Terphenyl	106.		% Rec.	3546/DRO	02/21/11	1

Results listed are dry weight basis. BDL - Below Detection Limit Det. Limit - Practical Quantitation Limit(PQL)

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Summary of Remarks For Samples Printed 02/28/11 at 12:17:10

TSR Signing Reports. 288 R5 - Desired TAT

drywt

Sample: L502618-01 Account: XTORNM Received: 02/19/11 09:30 Due Date: 02/28/11 00:00 RPT Date: 02/28/11 12:16



XTO Energy - San Juan Division James McDaniel 382 Road 3100

Aztec, NM 87410

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Quality Assurance Report Level II

L502618

February 28, 2011

		Ťahov	atorý Blan	Ìr.				
Analyte	Resul			Rec	Limit		Batch 1	Date Analyzed
Benzene	∜ < 00	05 mg/k	g 👈 .			,	WG522419	02/20/11 16:16
Ethylbenzene	< 00							02/20/11 16:1
Toluene	< 00					,	WG522419	02/20/11 16 16
TPH '(GC/FID) Low Fraction ~	< .1	mg/k					WG522419	02/20/11 16:16
Total Xylene	< 00	15 mg/k	g				WG522419	02/20/11 16.10
a,a,a-Trifluorotoluene(FID)		% Re	c	96.49	59-128	,	WG522419	02/20/11 16 16
a,a,a-Trifluorotoluene(PID)	* *	, % Re-	c. 1	01 7	54-144	*	WG522419	02/20/11 16:10
TPH (GC/FID) High Fraction	< 4	ppm						02/21/11 09 30
o-Terphenyl	*	* Re	С	93.02	50-150	,	WG522425	02/21/11 09 30
Total Solids	< 1	왕					WG523314	02/28/11 11 15
		D	uplicate					
Analyte	Units	Result	Duplicat	e RPD	Limit		Ref Samp	Batch
Total Solids	. 8	95.0	94.6	0 335	<u>.</u> 5 -		L502618-	01 WG523314
		Laborator	y Control	Sample				
Analyte	Units	Known Va	l	Result	% Rec		Limit	Batch
Benzene	† mg/kg	. 0`5*	C	.0545	109.		76-113	WG522419
Ethylbenzene	mq/kg	.05	C	0536	107		78-115	WG522419
Toluene	mq/kq		C	0541	108.		76-114	WG522419
Total Xylene	mg/kg		, c	165 '	110.		81-118	WG522419
a,a,a-Trifluorotoluene(PID)	٠, ٦				100 6		54-144	WG522419
TPH (GC/FID) Low Fraction	mq/kq	5 5	9	27	95 9		67-135	WG522419
a,a,a-Trifluorotoluene(FID)					105.0		59-128	WG522419
TPH (GC/FID) High Fraction	ppm	60		1 9	86.4		50-150	WG522425
o-Terphenyl .	ppm	00	, ,	1.9	82 48		50-150	WG52242
Total Solids	o _j c	50	9	0 2	100.		85-155	WG52331
		Laboratory Con	trol Samol	e Dunlicate	9			
Analyte	Units	Result Re		Rec	Limit	RPD	Lim	ıt Batch
Benzene	mg/kg	0.0538 , 0	0545	.08	76-113	1.19	20	WG52241:
Ethylbenzene	mq/kq			.07	78-115	0 590	20	WG522419
Toluene	mq/kq			.07.	76-114	1 22	20	WG52241
Total Xylene	, mg/kg			09.	81-118	0 470	20	.WG52241
a,a,a-Trifluorotoluene(PID)	, ;			.00 8	54-144	*	• •	WG52241
TPH (GC/FID) Low Fraction	mg/kg	5.84 5	27	06.	67-135	10 2	20	WG52241
a,a,a-Trifluorotoluene(FÍD)	,	, ,		.06.5	59-128	* P		WG52241
TPH (GC/FID) High Fraction	ppm	56 4 51	.9 9	4.0	50-150	8 41	25	WG52242
o-Terphenyl .				87 76	50-150	<u> </u>		WG52242
			rıx Spike	mır a »	***		Daf Car	Do t o'
Analyte	Units	MS Res R	ef Res	TV % R	ec Limit	****	Ref Samp	Batch
Benzene	· mg/kg	0.266 0		05 106	32-13	7	L502618-0	
Ethylbenzene	mg/kg			05 102	10-15	0	L502618-0	
Toluene	mg/kg	0 268 0		05 107	20-14	2	L502618-0	1 WG52241

^{*} Performance of this Analyte is outside of established criteria.

For additional information, please see Attachment A 'List of Analytes with QC Qualifiers '



XTO Energy - San Juan Division James McDaniel 382 Road 3100

Aztec, NM 87410

12065 Lebanon Rd Mt Juliet, TN 37122 (615) 758-5858 1-800-767-5859 Fax (615) 758-5859

Tax I D 62-0814289

Est 1970

Quality Assurance Report Level II

L502618

February 28, 2011

				Matrix	Spike					
Analyte	Ü	nıts	MS Res	Ref F	tes TV	% Rec	Limit		Ref Samp	Batch
Total Xylene , , , , , , , , , , , , , , , , , ,	, m	ıg/ˌkg	0 776	0	. 15	103	16-141 54-144	*	L502618-01`	WG52241 WG52241
TPH (GC/FID) Low Fraction a,a,a-Trifluorotoluene(FID)	, m	ıg/kg	. 18.4	, 0	5 5	66 8 100.7	55-109 59-128		L502618-01	WG52241 WG52241
			Mat	rıx Spike	Duplicate					
Analyte	U	nıts	MSD	Ref	%Rec	Limit	RPD	Limit	Ref Samp	Batch
Benzene	; * m	ıq/kq	0.249	0 266	99 5	32-137	6 66	39	L502618-01	WG52241
Ethylbenzene	m	ıg/kg	0 237	0 254	94 7	10-150	7 07	44	L502618-01	WG52241
Toluene	m	ig/kg	0 245	0.268	98.1	20-142	8 97	42	L502618-01	WG52241
Total Xylene a,a,a-Trifluorotoluene(PID)	, m	ıg/kg	0.723	0 776	96.5 100.5	16-141 54-144	7 03 _	46	Ļ502618-01	WG52241 WG52241
						55-109	8.82	20	L502618-01	WG52241

Batch number /Run number / Sample number cross reference

WG522419. R1582809. L502618-01 WG522425 R1583570. L502618-01 WG523314 R1590929 L502618-01

 ^{* *} Calculations are performed prior to rounding of reported values
 * Performance of this Analyte is outside of established criteria.
 For additional information, please see Attachment A 'List of Analytes with QC Qualifiers.'



XTO Energy - San Juan Division James McDaniel 382 Road 3100

Aztec, NM 87410

Quality Assurance Report Level II

L502618

The data package includes a summary of the analytic results of the quality control samples required by the SW-846 or CWA methods. The quality control samples include a method blank, a laboratory control sample, and the matrix spike/matrix spike duplicate analysis. If a target parameter is outside the method limits, every sample that is effected is flagged with the appropriate qualifier in Appendix B of the analytic report

Method Blank - an aliquot of reagent water carried through the entire analytic process. The method blank results indicate if any possible contamination exposure during the sample handling, digestion or extraction process, and analysis. Concentrations of target analytes above the reporting limit in the method blank are qualified with the "B" qualifier.

Laboratory Control Sample - is a sample of known concentration that is carried through the digestion/extraction and analysis process. The percent recovery, expressed as a percentage of the theoretical concentration, has statistical control limits indicating that the analytic process is "in control". If a target analyte is outside the control limits for the laboratory control sample or any other control sample, the parameter is flagged with a "J4" qualifier for all effected samples.

Matrix Spike and Matrix Spike Duplicate - is two aliquots of an environmental sample that is spiked with known concentrations of target analytes. The percent recovery of the target analytes also has statistical control limits - If any recoveries that are outside the method control limits, the sample that was selected for matrix spike/matrix spike duplicate analysis is flagged with either a "J5" or a "J6" - The relative percent difference (%RPD) between the matrix spike and the matrix spike duplicate recoveries is all calculated. If the RPD is above the method limit, the effected samples are flagged with a "J3" qualifier.

12065 Lebanon Rd. Mt. Juliet, TN 37122 (615) 758-5858 1-800-767-5859 Fax (615) 758-5859

Tax I D 62-0814289

Est. 1970

February 28, 2011

ompany Name/Address			Alternate Billing				ļ	Analys	is/Cor	ntaine	r/Prese	ervatıv	Chain of Custo Page of		
(TO Energy, Inc.			XTORNM031810S											C070	
82 County Road 3100											1			Prepared by	
Aztec, NM 87410			;				00	00						ENVIRON: Science cor	MENTAL
			Report to Jar	nes McDaniel			2								
			E-mail to Jar	mes_McDaniel@x	toenergy com		20/1	25						12065 Lebar Mt Juliet TN	
roject Description EH Pro	kin :	# 10E	E City/State Collected			7	140	-	<u>.</u>	_		-			
HONE: 505-333-3701	Client Project N			Lab Project #			1							Phone (615) Phone (800	
x	-	•					12								5)758-5859
ollected by James McDaniel	Site/Facility ID#	;	_	PO#			8,018	3						CoCode	(lab use only)
ellected by(signerus)	\\	ab MUST b lext Day wo Day.	e Notified) 100% .50%	Date Result		No of	(GRO(E	(E)		-		-		XTORNM Template/Prelogin	me #3
icked on Ice NY		hree Day		FAX?N			DRO	7				,	··· .	Shipped Via: Fed Ex	
Sample ID	Comp/Grab	Matrix	Depth	Date	Time	Cntrs		M						Remarks/contaminant	Sample # (lab only
30fon @ 5'	Comp	55	~	2/18/11	0925	1	X	X		_	_				L5026180
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latrix SS-Soil/Solid GW-Groundwa	ater \^^\/.\/a	stewater [N/-Dankina	Water OT-O	ther				-			r	н	Temp	
Remarks / /	a(c) *******	Stowator L	, v · Drinking	water O1-O								Flow		Other	
	Date 2/18/11	Time	Received by	(Signature)			Sample	es return	ied via	FedEx	X_ UP:	S_Othe	er	Condition of	(lab use only)
	12/	1005		-	~ ~ ~										

pH Checked

Relinquisher by (Signature

Date

Time



XTO Energy On-Site Form

ENERGY	•••
Well Name EH PIPKIN # OF API	# <u>30-045-23781</u>
Section Township 27M Range MW Co	
Contractors On-Site Key Stary Time On-Site	O9CC Time Off-Site
Spill Amount \(\infty \infty \i	10'x 10'x 5' deep
F. H. Pipkin #2	Sample Location
- no odor or discolaration noticed	_
Comments	Number of Photos Taken
Samples Time Sample # Sample Description Characteristics	OVM (ppm) Analysis Requested
- NA 100 Standard NA	- NA
0925 Bottom (9 5) Brown, dry, sand	- 8015, E021
Name (Print) James Me James	Date 2/18/11 XTC Energy
Name (Signature) Company _	XTC Energy



Bill of Lading

PHON	E: (505) 632-061	5 • 57	96 U.S. HIGHWAY	64 • FARMINGT	ON, NEW M	EXICO 87	401	DATE 2~18	<u>`~11</u> .	JOB#	18031-0647
LOAD COMPLETE DESCRIPTION OF SHIPMENT TRANSPORTING COMP											
NO.	POINT OF ORIG	SIN	DESTINATION	MATERIAL	GRID	YDS	BBLS		1		DRIVER SIGNATURE
	Eh. Pipkin	10至	LF#-5	CON'T Soil	B -35	8	_	Reystone	502	1018	2-15
						8					
									_		
"		_		_							
RESUL 2744		/	LANDFARM EMPLOYEE:	Courto	Dingo	gu	(orb)	NOTES:			
	PAINT FILTER TEST	1	Certifica	tion of above re	eceival & p	lacemen					
that no	additional materials h	nave bee	en added."								mentioned Generator, and
TRANS	PORTER CO	eyete	sal	NAME	Davie	15/	can	SIGN	ATURE	1	8-11
COMPA	NY CONTACT	brent	Besty	PHONE _				DATE	_ 0	2-12	9-11
Sianat	ures required prid	or to dis	stribution of this	legal documei	nt.						

White - Company Records, Yellow - Billing, Pink - Customer

ACCENT Printing • Form 28-1212



James McDaniel /FAR/CTOC 01/28/2011 06:24 AM

To brandon.powell@state.nm.us

cc Martin Nee/FAR/CTOC@CTOC

bcc

Subject E H Pipkin #10E BGT Closure

Brandon,

Please accept this email as the required notification for BGT closure activities at the E H Pipken #10E well site (api #30-045-23781) located in Unit H, Section 1, Township 27N; Range 11W, San Juan County, New Mexico. This BGT will be closed due to the plugging and abandoning of this well location. Thank you for your time in regards to this matter.





January 28, 2011

Mark Kelly, Bureau of Land Management – Farmington Field Office 1235 La Plata Highway Farmington, New Mexico, 87401

Re: E H Pipkin #10E

Unit H, Section 1, Township 27N, Range 11W, San Juan County, New Mexico

Dear Mr. Kelly,

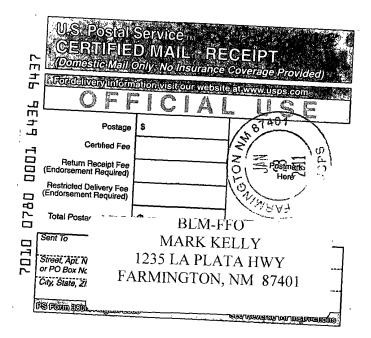
This submittal is pursuant to Rule 19.15.17.13 requiring operators to notify surface owners of the closure of a below grade tank pit. XTO Energy, Inc. (XTO) is hereby providing written documentation of our proposal to close the below grade tank pit associated with the above mentioned well site by waste excavation and removal.

Should you have questions or require additional information, please feel free to contact me at your convenience at (505) 333-3100. Thank you for your time in regards to this matter.

Respectfully Submitted,

James McDaniel EH&S Specialist XTO Energy, Inc. San Juan Division

COMPLETE THIS SECTION ON DELIVERY SENDER: COMPLETE THIS SECTION ■ Complete items 1, 2, and 3. Also complete ☐ Agent item 4 if Restricted Delivery is desired. ☐ Addressee Print your name and address on the reverse so that we can return the card to you. Date of Delivery by (Printed Name) Attach this card to the back of the mailpiece, or on the front if space permits. D. Is delivery address different from item 1? 1. Article Addressed to: If YES, enter delivery address below: **BLM-FFO** MARK KELLY 1235 LA PLATA HWY 3. Service Type FARMINGTON, NM 87401 ☐ Certified Mail ☐ Express Mail □ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D. 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7010 0780 0001 6436 9437 (Transfer from service label) PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540





Well Below Tank Inspection

RouteName	Name StopName		Pumper	Foreman	WellNam	WellName			APIWellNumber		Range	Township	
Below Grade Pit	t Forms (Temp	EH Pipkin	10E	Unassigned	Unassigned	EH PIPK	EH PIPKIN 10E (PA)			I	1	11W	27N
InspectorName	Inspection Date	Inspection Time	Visible LinerTears	VisibleTankLeak Overflow	Collection OfSurfaceRun	Visıble LayerOıl	Visible Leak	Freeboard EstFT	PitLocation	PitTyp e	Notes		
LDR	08/05/2008	1040:00	No	No	No	Yes	No	1					
LDR	08/05/2008	1040.00	No	No	No ,	Yes	No	1					
Trent Willis	09/02/2008	02.30	No	No	No	Yes	No	3					
ldr	10/13/2008	1028 00	No	No	No	Yes	No	3	Well Water	F Below	Ground		
ldr	11/03/2008	937:00	No	No	No	Yes	No	1	Well Water I	Below	Ground		
ldr	12/02/2008	1040:00	No	No	No	Yes	′No	1	Weli Water I	F Below	Ground		
Trent Willis	01/12/2009	13 20	No	No	No	Yes .	No	5	Well Water I	Below	Ground		
LDR	02/25/2009	10.00	No	No	No	Yes	No	3	Well Water I	Below	Ground		
GARY WARD	03/14/2009	15.21	No	No	No	Yes	No	3	Well Water I	F Below	Ground		
GARY WARD	04/15/2009	13 [.] 36	No	No	No	Yes	No	3	Well Water I	F Below	Ground		
GARY WARD	05/25/2009	13 55	No	No	No	Yes	No	3	Well Water I	Below	Ground		
GARY WARD	06/15/2009	14 42	No	No	No	Yes	No	3	Well Water I	Below	Ground		
GARY WARD	07/25/2009	12:29	No	No	No	Yes	No	3	Well Water I	F Below	Ground		
GARY WARD	08/17/2009	14 00	No	No	No	Yes	No	4 .	Well Water I	Below	Ground		
GARY WARD	09/10/2009	14 00	No	No	No	Yes	No	4	Well Water I	Below	Ground		
GARY WARD	10/22/2009	14.56	No	No	No	Yes	No	2	Well Water I	Below	Ground		
LDR	11/26/2009	14:00	No	No	No	Yes	No	3	Well Water I	F Below	Ground		
LDR	12/27/2009	14.00	No	No	No	Yes	No	2	Well Water I	Below	Ground		
LDR	01/26/2010	14 00	No	No	No	Yes	No	2	Well Water I	Below	Ground		
LDR	02/15/2010	14:00	No	No	No	Yes	No	2	Well Water I	Below	Ground		
LDR	04/08/2010	14.00	No	No	No	Yes	No	2	Well Water I	Below	Ground		
GARY WARD	07/06/2010	12.43	No	No	No	Yes	No	4	Well Water I	Below	Ground		
GARY WARD	08/04/2010	13.31	No	No	No	Yes	No	4	Well Water I	Below	Ground		
GARY WARD	09/07/2010	13 [.] 35	No	No	No	Yes	No	4	Well Water I	F Below	Ground		
GARY WARD	10/06/2010	09 49	No	No	No	Yes	No	4	Well Water I	Below	Ground		
GARY WARD	11/11/2010	14.06	No	No	No .	Yes	No	4	Well Water I	Below	Ground		
GARY WARD	12/07/2010	09 16	No	No	No	Yes	No	4	Well Water i	Below	Ground		
GARY WARD	01/10/2011	11.43	No	No	No	Yes	No	4	Well Water I	Below	Ground		

XTO Energy, Inc. E H Pipkin #10 E Section 1, Township 27N, Range 11W Closure Date: 2/18/2011



Photo 1: E H Pipkin #10E after Reclamation (View 1)

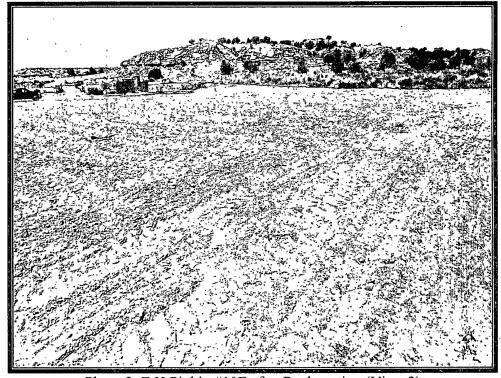


Photo 2: E H Pipkin #10E after Reclamation (View 2)