

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
Department
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-144
July 21, 2008

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.

4797
Pit, Closed-Loop System, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application

Type of action: ☒ 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, 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

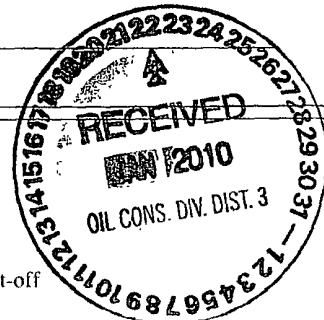
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

1.
Operator: DJ Simmons, Inc OGRID# 005578
Address: 1009 Ridgeway Place Farmington, NM 87410
Facility or well name: Blanco Wash 26-2
API Number: 3004535019 OCD Permit Number: _____
U/L or Qtr/Qtr L Section 26 Township 24N Range 8W County: San Juan
Center of Proposed Design: Latitude 36.283986.32 Longitude -107.658711 NAD: ☐ 1927 ☒ 1983
Surface Owner: ☐ Federal ☐ State ☐ Private ☒ Tribal Trust or Indian Allotment

2.
☒ **Pit:** Subsection F or G of 19.15.17.11 NMAC
Temporary: ☒ Drilling ☐ Workover
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A
☒ Lined ☐ Unlined Liner type: Thickness 20 mil ☐ LLDPE ☐ HDPE ☒ PVC ☐ Other _____
☐ String-Reinforced
Liner Seams: ☒ Welded ☐ Factory ☐ Other _____ Volume: 6234 bbl Dimensions in Feet: L100 x W 35 x D 10

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 activities which require prior approval of a permit or notice of intent)
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other _____
☐ Lined ☐ Unlined Liner type: Thickness _____ mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other _____
Liner Seams: ☐ Welded ☐ Factory ☐ Other _____

4.
☐ **Below-grade tank:** Subsection I of 19.15.17.11 NMAC
Volume: _____ bbl Type of fluid: _____
Tank Construction material: _____
☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other _____
Liner type: Thickness _____ mil ☐ HDPE ☐ PVC ☐ Other _____



5

☐ Alternative Method:

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval

6

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, hospital, institution or church)

☒ 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

☒ 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 or the Santa Fe Environmental Bureau office for consideration of approval.

☐ 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> 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	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 500 feet of a wetland	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

<ul style="list-style-type: none"> - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site 	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within the area overlying a subsurface mine. <ul style="list-style-type: none"> - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division 	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within an unstable area. <ul style="list-style-type: none"> - Engineering measures incorporated into the design, NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within a 100-year floodplain. <ul style="list-style-type: none"> - FEMA map 	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

11.
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 NMAC
☒ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
☒ Design Plan - based upon the appropriate requirements of 19.15.17.11 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: _____ or Permit Number: _____

12.
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)

13.
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.

☐ Hydrogeologic Report - based upon the requirements of Paragraph (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 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
☐ AlternativeProposed 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)

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

16.

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: Basin Disposal Disposal Facility Permit Number: NM-01-005

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 I 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. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> NA
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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> 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	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within a 100-year floodplain. - FEMA map	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

18. **On-Site 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.*

☒ 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 I of 19.15.17.13 NMAC
☒ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

19. **Operator Application Certification:**

I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.

Name (Print): Steve Sacks Title: Regulatory Officer

Signature: [Signature] Date: 01/20/2010

e-mail address: ssacks@djsimmons.com Telephone: 505-326-3753 Ext 127

20. **OCD Approval:** ☒ Permit Application (including closure plan) ☒ Closure Plan (only) ☐ OCD Conditions (see attachment)

OCD Representative Signature: [Signature] Approval Date: 3/15/10

Title: Enviro/spec Compliance Officer

OCD Permit Number: _____

21. **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.

☒ Closure Completion Date: 10/05/2010 sd

22. **Closure Method:**

☐ Waste Excavation and Removal ☒ On-Site Closure Method ☐ Alternative Closure Method ☐ Waste Removal (Closed-loop systems only)
☐ If different from approved plan, please explain.

23. **Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:**

Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.

In accordance with 19.15.17 NMAC the following information describes the design, construction, operation and closure requirements of temporary pits (TPs) on DJ Simmons, Inc locations, hereinafter known as DJ Simmons locations, in the San Juan Basin of New Mexico. This is DJ Simmons's standard procedure for all TPs. A separate plan would be submitted and utilized for any TP which does not conform to this plan.

Design, Construction, and Operation

- DJ Simmons shall follow all of the design, construction and operation guidelines and stipulations outline below and contained in their entirety within paragraphs (1) through (11) of Subsection F of 19.15.17.11 NMAC and paragraphs (1) through (8) of subsection A and paragraphs (1) through (5) subsection B 19.15.17.12 NMAC.
- DJ Simmons shall use appropriate engineering principles and practices and follow applicable liner manufactures' requirements.
- The temporary pit will be designed and constructed to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- Prior to pit construction, excavated topsoil will be stockpiled and stored for use as the final cover or fill upon closure and reclamation.

Closure Requirements

- DJ Simmons shall abide by the closure requirements outlined below and contained in their entirety in NMAC 19.15.17.13

With the exception of closing the pit prior to taking the five point composite samples and not reseeding this season but awaiting for the spring season (see explanations below) DJ Simmons, Inc. complied with the remainder of the approved articles.

- DJ Simmons shall close a temporary pit within 60 days of cessation of the temporary pits' 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 C-144 closure report form would be filed with the Division. All closure activities will include proper documentation as stipulated by NMAC 19.15.17 and will be submitted to OCD within 60 days of the closure on a Closure Report using Division Form C-144. The report will include the following:
 - Details on Capping and Covering, where applicable
 - Plot Plan (Pit Diagram)
 - Inspection reports

- Sampling Results

The Closure Plan is being submitted prior to the 60 days of cessation of the temporary pits operation. The pit was only used for the drilling process and not the completion process. A Closed Loop System has been applied for with OCD for the completion process.

- DJ Simmons shall remove by vacuum truck all free standing water from the temporary pit prior to implementation of a closure method. The liner will be cut off at the mud line and hauled to a permitted disposal site. The mud and drill cuttings along with the remaining portion of the liner will be buried in accordance with NMAC 19.15.17.13(F) (2) (e). Liquids will be removed in a manner that the appropriate District Office approves including; recycled, reused, reclaimed, evaporated, and/or disposed of in a Division-approved facility.

The free standing water from the drilling process was vacuumed off by a truck and disposed of by Basin Disposal. The drill cuttings were allowed to dry. There were no stains on the soil as low as the mud line where the liner was cut off. However, due to a miscommunication between the field and office the reserve pit was closed on October 5, 2010.

- DJ Simmons shall test the soils beneath the below-temporary pit to determine whether a release has occurred. DJ Simmons shall collect, at a minimum, a five point, composite sample. The samples would be taken of the affected area using sampling tools and all samples tested per 19.15.17.13(B)(1)(b) NMAC. In the event that the criteria are not met (See Table 1), all contents will be handled per 19.15.17.13(B)(1)(a) (i.e. dig and haul to a Division-approved facility). Approval to haul will be requested of the Aztec District office prior to initiation. Collected samples would include individual grab samples from any area that is wet, discolored or showing other evidence of a release: and analyze samples for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA methodology that the division approves, does not exceed 50mg/kg; the TPH concentration, as determined by the EPA method 418.1 or other EPA methodology that the division approves, does not exceed 100 mg/kg; and the chloride concentration, as determined by the EPA method 300.1 or other EPA methodology that the division approves, does not exceed 250 mg/kg, or the background concentration, which may be greater. DJ Simmons shall notify the division of its results on form C-141.

Table 1: Closure Criteria for Below Grade Temporary Pit

Components	Testing Methods	Closure Limits (mg/Kg)
Benzene	EPA SW-846 Method 8021B or 8260B	0.2
BTEX	EPA SW-846 Method 8021B or 8260B	50
TPH	EPA SW-846 Method 8015 M(Full Range)* or Method 418.1	2500
GRO/DRO	EPA SW-846 Method 8015M (GRO/DRO)	500
Chlorides	EPA SW-846 Method 300.1	1000

* Preferred method

On October 12, 2010 a meeting was held with the Aztec District Office of OCD about the pit closure without sampling. There were two options available 1) reopen the pit and take the five point composite samplings or 2) hand auger the five point composite samplings. It was decided to do the option Number 2 first and test to see if they were within the legal limits of the pit rule.

On October 22, 2010 Envirotech completed the five point sample composite tests and on November 15, 2010 DJ Simmons, Inc. received the Drill Pit Closure Documentation Report for the Blanco Wash 26-2 reserve pit. The sample returned results below the regulatory limits for all constituents analyzed and Envirotech recommended no further action (Report attached).

- If DJ Simmons or the division determines that a release has occurred, DJ Simmons shall comply with 19.15.17.116 NMAC and 19.15.1.19 NMAC stipulations as appropriate. **N/A**
- If contamination is confirmed by field sampling, DJ Simmons will follow the *Guidelines For Remediation Of Leaks, Spills, and Releases* per NMOCD August 1993 mandate, when remediating identified contaminants. **N/A**
- If the sampling program demonstrates that a release has occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, then DJ Simmons shall backfill the excavation with compacted, non-waste containing, earthen material: construct a division prescribed soil cover: re-contour and re-vegetate the site.

The five point composite sample and lab analysis determined all samples were below the regulatory limits for all constituents analyzed under USEPA Method 8015, USEPA Method 8021, USEPA Method 418.1, and USEPA Method 4500.

- Notice of Closure will be given to the Aztec Division office between 72 hours and 7 days (one Week) of the closure via e-mail, or verbally. The notification of closure will include the following:
 - Operator's name (DJ Simmons)
 - Well Name and API Number
 - Location (USTR)

In person notice was given on October 12, 2010 when the decision on how to test the sampling in the reserve pit were made.

- All closure activities will include proper documentation and be available for review per request and will be submitted to OCD within 60 days of closure of the below grade tank. The closure report will be filed on a C-144 form and incorporate the following:

- i. Details on Capping and Covering, where applicable
- ii. Inspection reports
- iii. Sampling Results

Sampling report and analysis is attached and in the company well file. The details concerning the covering were completed by a contractor. However, no Company Inspector was available so no inspection report is available. Photographs of the reclaimed well site are attached for review.

- Re-contouring of the location shall match the original geographic features and topographic fit, lines, form, shape and texture of the surrounding topographical contours. Re-shaping of the contour will include establishment or reestablishment of drainages to control sedimentation, total dissolved solids (TDS), and to mitigate ponding and prevent erosion. Natural drainages will be unimpeded and appropriate hydrologic BMPs such as water bars and/or silt traps will be placed in areas where needed to prevent erosion and sediment movement on a large scale. The final re-contour shall have a uniform appearance with smooth surface, fitting the aesthetic of the surrounding natural landscape.

The reclamation of the well pad and reserve pit were completed on October 4 and 5, 2010. The drainage for the well pad was designed per Bureau of Indian Affairs stipulations concerning drainage that a berm wall be built on the south side of the well pad. No drainages are impeded because they were avoided during construction due to rounding off the southeast corner of the well pad. The final re-contour has a uniform appearance with smooth surface, fitting the aesthetic of the surrounding natural landscape (see attached photographs).

- DJ Simmons shall seed the disturbed areas within the first growing season after the operator has closed the pit. Seeding will be accomplished using a seed drill on the contour whenever possible or by other division approved methods. 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 maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. *Note: DJ Simmons assumes the seeding stipulations including mix and seeding methods specified by the Surface Management Agency (BLM, BOR, USFS, Tribal, etc.) or Land owner as part of a surface use agreement or APD are Division-approved methods unless notified by the Division of their unacceptability.* The operator will be responsible for monitoring vegetative stand development and for eradicating all noxious/invasive weeds within the re-vegetated area.

In early October DJ Simmons, Inc. was awaiting sampling. Then after the sampling the soil started the freeze/thaw cycle and it was decided to wait until spring to reseed the reserve pit area with the BLM Seed Mix stipulated by BIA.

- A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material to establish vegetation at the site, or the background thickness of topsoil whichever maybe greater.

Sampling revealed a cover varying from five to nine feet deep. The top one foot of soil should be suitable for germination of the stipulated BLM Seed Mix.

- The surface owner shall be notified of DJ Simmons's proposed temporary pit closure plan using a means that provides proof of notice (i.e. certified mail/return receipt requested)

Attached is the Sundry Notice filed with BLM for BIA on November 19, 2010 since this is the procedure utilized for any Navajo Allottee Lease.



November 10, 2010

Project Number 06114-0013

Mr. Steve Sacks
DJ Simmons, Inc.
1009 Ridge Place, Suite 200
Farmington, New Mexico 87401

Phone: (505) 326-3753
Extension 127
Email: ssacks@djsimmons.com

RE: DRILL PIT CLOSURE DOCUMENTATION FOR THE BLANCO WASH 26-2 WELL SITE, SAN JUAN COUNTY, NEW MEXICO

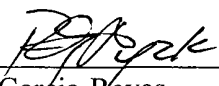
Dear Mr. Sacks,

Attached please find the field notes and analytical results for drill pit closure activities conducted at the Blanco Wash 26-2 well site located in Section 26, Township 24 North, Range 8 West, San Juan County, New Mexico. On October 22, 2010, Envirotech personnel were on-site to collect a five (5)-point composite sample from a reclaimed drill pit. Using a hand auger, Envirotech personnel augered to approximately five (5) to nine (9) feet below ground surface where a five (5)-point composite sample was collected; see attached **Field Notes**. The sample was placed into a four (4)-ounce glass jar, capped headspace free, and transported on ice, under chain of custody, to Envirotech's Analytical Laboratory to be analyzed for gasoline and diesel range hydrocarbons using USEPA Method 8015, for benzene and BTEX using USEPA Method 8021, for total petroleum hydrocarbons (TPH) using USEPA Method 418.1, and for total chlorides using USEPA Method 4500. The sample returned results below the regulatory limits for all constituents analyzed; see attached **Analytical Results**. Envirotech, Inc. recommends no further action in regards to this incident.

We appreciate the opportunity to be of service. If you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully Submitted,
ENVIROTECH, INC.

D.J. SIMMONS INC
NOV 15 2010



Rene Garcia-Reyes
Environmental Field Technician
rgarcia@envirotech-inc.com

Enclosures: Field Notes
Analytical Results

Cc: Client File 06114

PAGE NO: <u>1</u> OF <u>1</u>	ENVIROTECH INC ENVIRONMENTAL SCIENTISTS & ENGINEERS 5796 U.S. HIGHWAY 64 - 3014 FARMINGTON, NEW MEXICO 87401 PHONE: (505) 632-0615	ENVIRONMENTAL SPECIALIST: <u>Deno</u> LAT: <u>36.283986</u> LONG: <u>-107.688711</u>
DATE STARTED: <u>10-22-10</u>		
DATE FINISHED: <u>10-27-10</u>		

FIELD REPORT: BGT / PIT CLOSURE VERIFICATION

LOCATION: NAME: <u>Blanco Wash</u>	WELL #: <u>2</u>	TEMP PIT: <input checked="" type="checkbox"/>	PERMANENT PIT: <input type="checkbox"/>	BGT: <input type="checkbox"/>
LEGAL ADD: UNIT: <u>26</u>	SEC: <u>26</u>	TWP: <u>24N</u>	RNG: <u>8W</u>	PM: <u></u>
QTR/FOOTAGE: <u>3096' N & 481' W</u>	CNTY: <u>SG</u>	ST: <u></u>		

EXCAVATION APPROX: <u>22</u> FT. X <u>22</u> FT. X <u>22</u> FT. DEEP	CUBIC YARDAGE: <u>22</u>
DISPOSAL FACILITY: <u></u>	REMEDIAL METHOD: <u></u>
LAND OWNER: <u></u>	API: <u>3004835019</u>
CONSTRUCTION MATERIAL: <u></u>	BGT / PIT VOLUME: <u></u>
DOUBLE-WALLED, WITH LEAK DETECTION: <u></u>	

LOCATION APPROXIMATELY: <u>22</u> FT.	FROM WELLHEAD
DEPTH TO GROUNDWATER: <u>>100'</u>	

<input checked="" type="checkbox"/> TEMPORARY PIT - GROUNDWATER 50-100 FEET DEEP	BENZENE \leq 0.2 mg/kg, BTEX \leq 50 mg/kg, GRO & DRO FRACTION (8015) \leq 500 mg/kg, TPH (418.1) \leq 2500 mg/kg, CHLORIDES \leq 500 mg/kg
<input checked="" type="checkbox"/> TEMPORARY PIT - GROUNDWATER \geq 100 FEET DEEP	BENZENE \leq 0.2 mg/kg, BTEX \leq 50 mg/kg, GRO & DRO FRACTION (8015) \leq 500 mg/kg, TPH (418.1) \leq 2500 mg/kg, CHLORIDES \leq 1000 mg/kg
<input type="checkbox"/> PERMANENT PIT OR BGT	BENZENE \leq 0.2 mg/kg, BTEX \leq 50 mg/kg, TPH (418.1) \leq 100 mg/kg, CHLORIDES \leq 250 mg/kg

FIELD 418.1 ANALYSIS

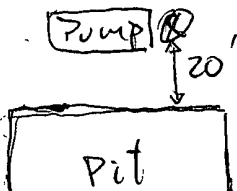
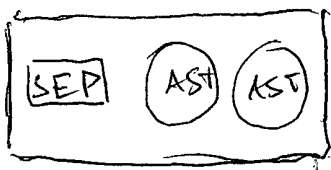
SPT composite

TIME	SAMPLE ID	LAB NO.	WEIGHT (g)	mL FREON	DILUTION	READING	CALC. (mg/kg)
	STD		-	-	-		
11:30	PIT	1	-	-	-	402	for 10 the lab.
		2					
		3					
		4					
		5					
		6					

PERIMETER

FIELD CHLORIDES RESULTS

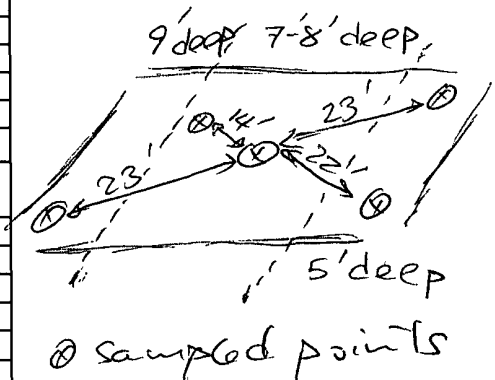
PROFILE



SAMPLE ID	READING	CALC. (mg/kg)

PID RESULTS

SAMPLE ID	RESULTS (mg/kg)



LAB SAMPLES

SAMPLE ID	ANALYSIS	RESULTS
	BENZENE	
	BTEX	
	GRO & DRO	
	CHLORIDES	

NOTES:

WORKORDER #

WHO ORDERED

**EPA METHOD 8015 Modified
Nonhalogenated Volatile Organics
Total Petroleum Hydrocarbons**

Client:	DJ Simmons	Project #:	06114-0013
Sample ID:	Pit	Date Reported:	10-25-10
Laboratory Number:	56281	Date Sampled:	10-22-10
Chain of Custody No:	10595	Date Received:	10-22-10
Sample Matrix:	Soil	Date Extracted:	10-22-10
Preservative:	Cool	Date Analyzed:	10-25-10
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	

ND - Parameter not detected at the stated detection limit.

References: Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: **Blanco Wash 26-2/Pit Closure**



Analyst



Review

EPA Method 8015 Modified
Nonhalogenated Volatile Organics
Total Petroleum Hydrocarbons

Quality Assurance Report

Client:	QA/QC	Project #:	N/A
Sample ID:	10-25-10 QA/QC	Date Reported:	10-25-10
Laboratory Number:	56273	Date Sampled:	N/A
Sample Matrix:	Methylene Chloride	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	10-25-10
Condition:	N/A	Analysis Requested:	TPH

	I-Cal Date	I-Cal RF	C-Cal RF	% Difference	Accept Range
Gasoline Range C5 - C10	10-25-10	9.9960E+002	1.0000E+003	0.04%	0 - 15%
Diesel Range C10 - C28	10-25-10	9.9960E+002	1.0000E+003	0.04%	0 - 15%

Blank Conc. (mg/L - mg/Kg)	Concentration	Detection Limit
Gasoline Range C5 - C10	ND	0.2
Diesel Range C10 - C28	ND	0.1

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept Range
Gasoline Range C5 - C10	ND	ND	0.0%	0 - 30%
Diesel Range C10 - C28	ND	ND	0.0%	0 - 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept Range
Gasoline Range C5 - C10	ND	250	253	101%	75 - 125%
Diesel Range C10 - C28	ND	250	253	101%	75 - 125%


ND - Parameter not detected at the stated detection limit.

References. Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: QA/QC for Samples 56273, 56276, 56281-56283



Analyst



Review

Client:	DJ Simmons	Project #:	06114-0013
Sample ID:	Pit	Date Reported:	10-25-10
Laboratory Number:	56281	Date Sampled:	10-22-10
Chain of Custody:	10595	Date Received:	10-22-10
Sample Matrix:	Soil	Date Analyzed:	10-25-10
Preservative:	Cool	Date Extracted:	10-22-10
Condition:	Intact	Analysis Requested:	BTEX
		Dilution:	10

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)
Benzene	ND	0.9
Toluene	ND	1.0
Ethylbenzene	ND	1.0
p,m-Xylene	ND	1.2
o-Xylene	ND	0.9
Total BTEX	ND	

ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	103 %
	1,4-difluorobenzene	101 %
	Bromochlorobenzene	102 %

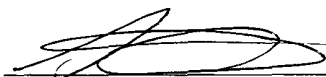
References: Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: Blanco Wash 26-2/Pit Closure



Analyst



Review

Client	N/A	Project #	N/A
Sample ID	1025BBLK QA/QC	Date Reported	10-25-10
Laboratory Number	56276	Date Sampled	N/A
Sample Matrix	Soil	Date Received	N/A
Preservative	N/A	Date Analyzed	10-25-10
Condition	N/A	Analysis	BTEX
		Dilution	10

Calibration and Detection Limits (ug/L)	I-Cal RF	C-Cal RF	%Diff	Blank Conc	Detect Limit
		Accept Range	0 - 15%		
Benzene	4.8185E+005	4.8281E+005	0.2%	ND	0.1
Toluene	5.4660E+005	5.4769E+005	0.2%	ND	0.1
Ethylbenzene	5.0419E+005	5.0520E+005	0.2%	ND	0.1
p,m-Xylene	1.2402E+006	1.2427E+006	0.2%	ND	0.1
o-Xylene	4.5138E+005	4.5229E+005	0.2%	ND	0.1

Duplicate Conc. (ug/Kg)	Sample	Duplicate	%Diff	Accept Range	Detect Limit
Benzene	ND	ND	0.0%	0 - 30%	0.9
Toluene	ND	ND	0.0%	0 - 30%	1.0
Ethylbenzene	ND	ND	0.0%	0 - 30%	1.0
p,m-Xylene	ND	ND	0.0%	0 - 30%	1.2
o-Xylene	ND	ND	0.0%	0 - 30%	0.9


Spike Conc. (ug/Kg)	Sample	Amount Spiked	Spiked Sample	% Recovery	Accept Range
Benzene	ND	500	510	102%	39 - 150
Toluene	ND	500	511	102%	46 - 148
Ethylbenzene	ND	500	511	102%	32 - 160
p,m-Xylene	ND	1000	1,040	104%	46 - 148
o-Xylene	ND	500	515	103%	46 - 148

ND - Parameter not detected at the stated detection limit

Dilution Spike and spiked sample concentration represent a dilution proportional to sample dilution

References Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996
 Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996

Comments: QA/QC for Samples 56273, 56276, 56281-56283



Analyst



Review


Client.	DJ Simmons	Project #.	06114-0013
Sample ID:	Pit	Date Reported.	10-25-10
Laboratory Number.	56281	Date Sampled.	10-22-10
Chain of Custody No:	10595	Date Received	10-22-10
Sample Matrix:	Soil	Date Extracted:	10-22-10
Preservative:	Cool	Date Analyzed.	10-22-10
Condition	Intact	Analysis Needed:	TPH-418.1

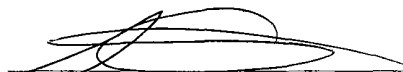
Parameter	Concentration (mg/kg)	Det. Limit (mg/kg)
Total Petroleum Hydrocarbons	309	5.3

ND = Parameter not detected at the stated detection limit

References Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No 4551, 1978.

Comments: **Blanco Wash 26-2/Pit Closure**



Analyst

Review

Client:	QA/QC	Project #:	N/A
Sample ID:	QA/QC	Date Reported:	10-22-10
Laboratory Number	10-22-TPH.QA/QC 56267	Date Sampled	N/A
Sample Matrix:	Freon-113	Date Analyzed:	10-22-10
Preservative:	N/A	Date Extracted:	10-22-10
Condition	N/A	Analysis Needed:	TPH

Calibration	I-Cal Date	C-Cal Date	I-Cal RF	C-Cal RF	% Difference	Accept Range
	10-05-10	10-22-10	1,640	1,640	0.0%	+/- 10%

Blank Conc. (mg/Kg)	Concentration	Detection Limit
TPH	ND	5.3

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept Range
TPH	158	197	25.0%	+/- 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept Range
TPH	158	2,000	1,970	91.3%	80 - 120%

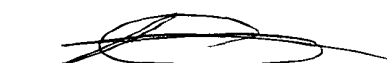
ND = Parameter not detected at the stated detection limit.

References: Method 418 1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: QA/QC for Samples 56267, 56273 and 56281



Analyst



Review


Client:	DJ Simmons	Project #:	06114-0013
Sample ID:	Pit	Date Reported:	10-25-10
Lab ID#	56281	Date Sampled:	10-22-10
Sample Matrix:	Soil	Date Received:	10-22-10
Preservative:	Cool	Date Analyzed:	10-25-10
Condition:	Intact	Chain of Custody:	10595

Parameter	Concentration (mg/Kg)
-----------	-----------------------

Total Chloride**10**

Reference: U S.E.P.A , 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983
Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992

Comments: **Blanco Wash 26-2/Pit Closure**



Analyst

Review

CHAIN OF CUSTODY RECORD

10595

Client: DJ Simmons			Project Name / Location: Blanco Wash 26-2 / Pit Closure			ANALYSIS / PARAMETERS																
Client Address:			Sampler Name: Rene Garcia Reyes			<input checked="" type="checkbox"/> TPH (Method 8015) <input checked="" type="checkbox"/> BTEX (Method 8021) <input checked="" type="checkbox"/> VOC (Method 8260) <input type="checkbox"/> RCRA 8 Metals <input type="checkbox"/> Cation / Anion <input type="checkbox"/> RCI <input type="checkbox"/> TCLP with H/P <input type="checkbox"/> PAH <input checked="" type="checkbox"/> TPH (418.1) <input checked="" type="checkbox"/> CHLORIDE <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> Sample Cool <input type="checkbox"/> Sample Intact																
Client Phone No.:			Client No.: 06114-0013																			
Sample No./ Identification	Sample Date	Sample Time	Lab No.	Sample Matrix	No./Volume of Containers	Preservative HgCl ₂ HCl		TPH (Method 8015)	BTEX (Method 8021)	VOC (Method 8260)	RCRA 8 Metals	Cation / Anion	RCI	TCLP with H/P	PAH	TPH (418.1)	CHLORIDE				Sample Cool	Sample Intact
Pit	10-22-10	11:30	56281	Soil Solid	402			X	X	X						X	X				X	X
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
				Soil Solid	Sludge Aqueous																	
Relinquished by: (Signature) [Signature]				Date	Time	Received by: (Signature) [Signature]											Date	Time				
				10-22-10	13:00												10/22/10	13:00				
Relinquished by: (Signature)						Received by: (Signature)																
Relinquished by: (Signature)						Received by: (Signature)																



5796 US Highway 64 • Farmington, NM 87401 • 505-632-0615 • lab@envirotech-inc.com



DJ SIMMONS, INC.

DJ SIMMONS, INC.

BLANCO WASH 26-2

3096.34 FNL & 431.04 FWL

SECTION 26, T24N, R8W

San Juan County New Mexico

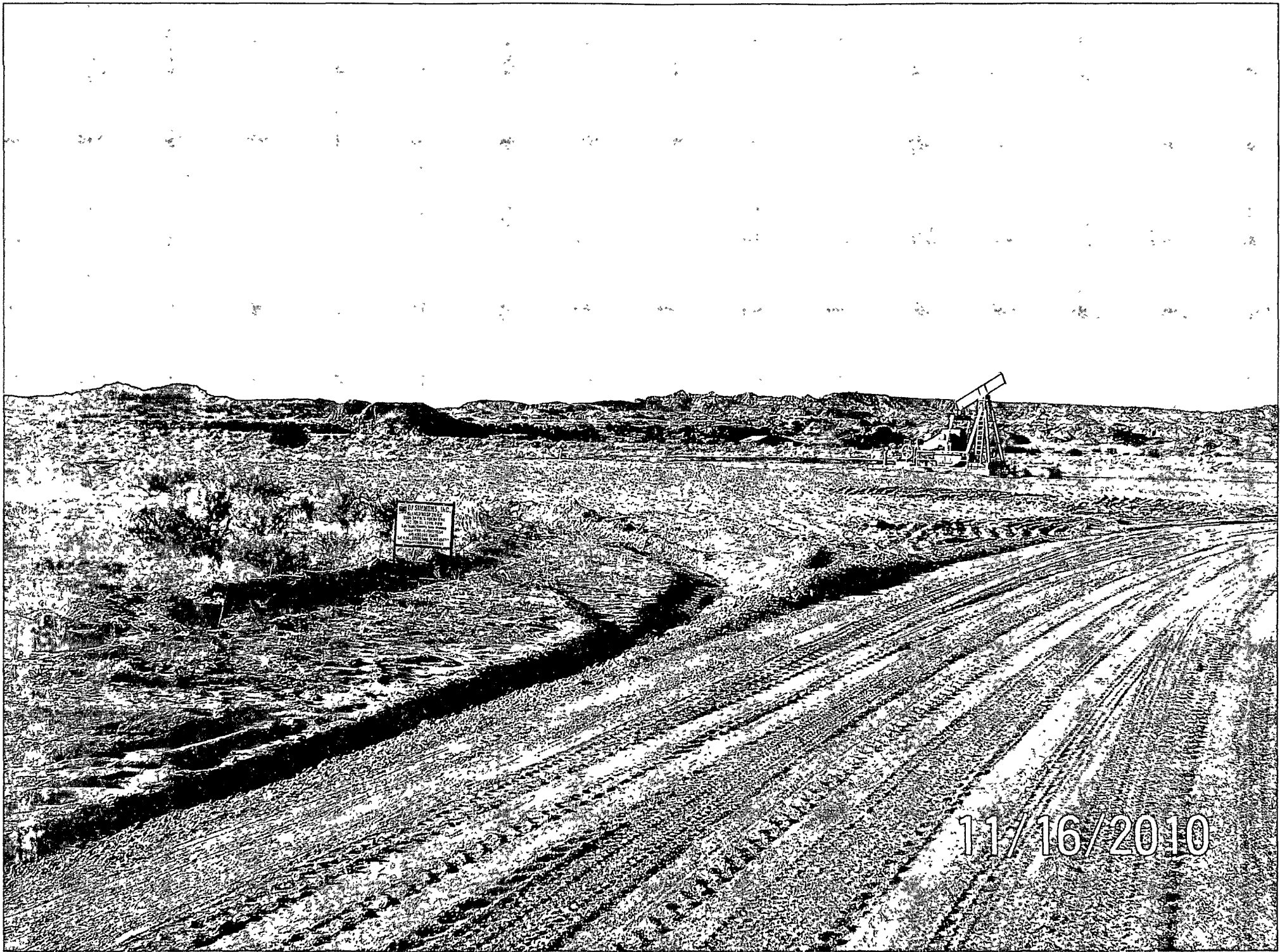
Lease #NO-G-01101554

API #30 045 35019

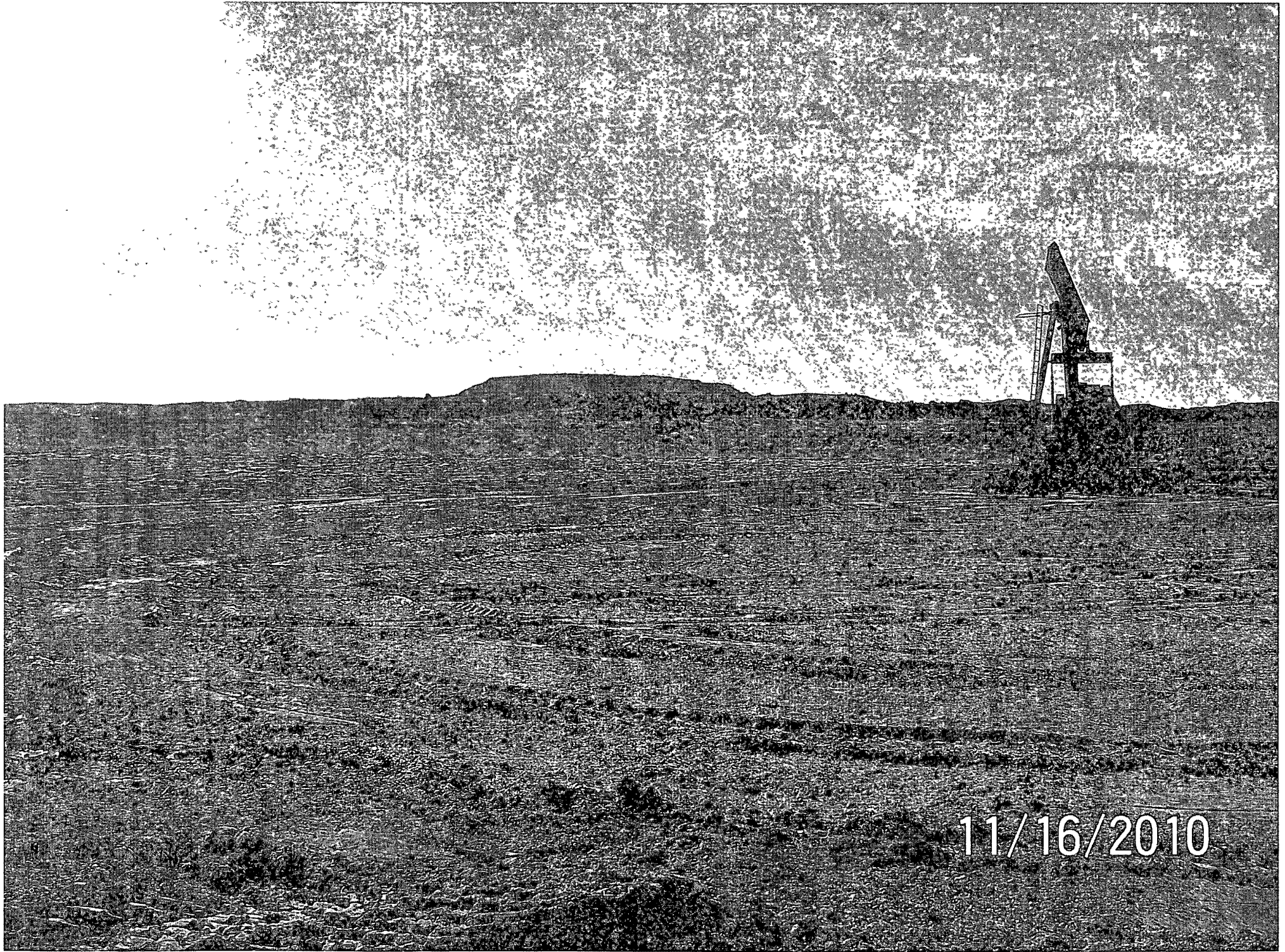
Lat. N 36.283986 Long. W 107.658711

Emergency: Call (505) 326-3753

11/16/2010



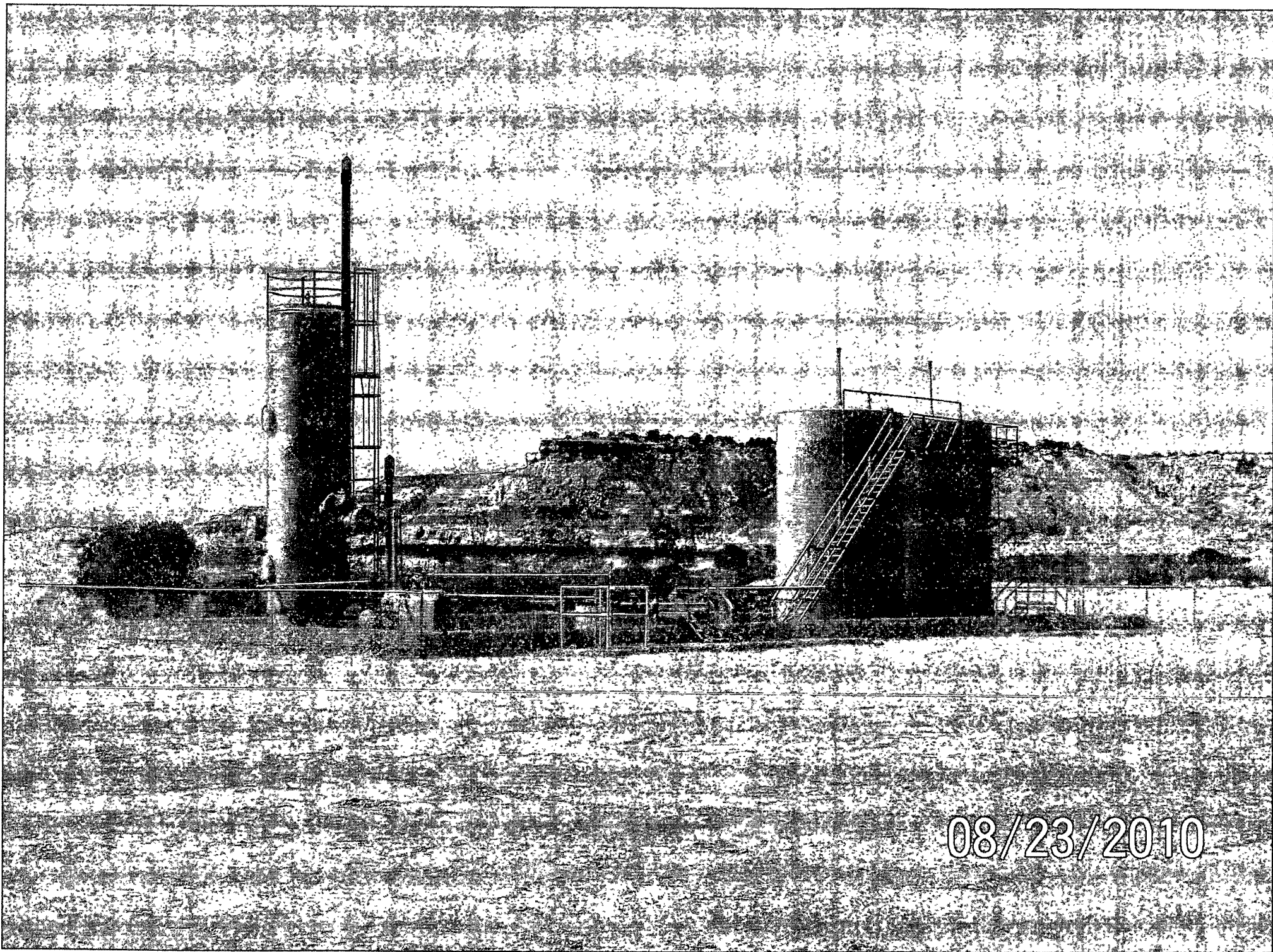
11/16/2010



11/16/2010



11/16/2010



08/23/2010

RECEIVED

NOV 19 2010

FORM APPROVED
Budget Bureau No 1004-0135
Expires March 31, 1993

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Farmington Field Office
Bureau of Land Management

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT--" for such proposals

SUBMIT IN TRIPLICATE

1 Type of Well

☒ Oil Gas ☐ Other

2 Name of Operator

D.J. Simmons Inc.

3 Address and Telephone No

1009 Ridgeway Place, Suite 200, Farmington NM 87401 (505) 326-3753

4 Location of Well (Footage, Sec , T , R , M , or Survey Description)

Surface: 3096.34' FNL x 431' FWL, Section 26, T28N, R4W

5 Lease Designation and Serial No
NO-G-110-1554

6 If Indian, Allottee or Tribe Name

Navajo Allottee #011389

7 If Unit or CA, Agreement Designation

None

8 Well Name and No

Blanco Wash 26-2

9. API Well No.

3004535019

10 Field and Pool, or Exploratory Area

Lybrook Gallup

11 County or Parish, State

San Juan, New Mexico

12 CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

☐ Notice of Intent

☒ Subsequent Report

☐ Final Abandonment Notice

TYPE OF ACTION

☐ Abandonment

☐ Recompletion

☐ Plugging Back

☐ Casing Repair

☐ Altering Casing

☒ Other Closed Reserve Pit

☐ Change of Plans

☐ New Construction

☐ Non-Routine Fracturing

☐ Water Shut-Off

☐ Conversion to Injection

☐ Dispose Water

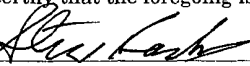
(Note Report results of multiple completion on Well Completion or Recompletion Report and Log form)

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depth for all markers and zones pertinent to this work)*

On October 5, 2010 the reserve pit for the Blanco Wash 26-2 was closed. The pit area was sampled in accordance with the State of New Mexico Pit Rule by Envirotech. All composite samples were under the regulatory limits. The reserve pit has been closed and the reseeding is being scheduled for early December (weather and soil conditions permitting) or early spring.

14 I hereby certify that the foregoing is true and correct

Signed


Steve Sacks

Title **Regulatory & Permitting Specialist**

Date **11/19/2010**

(This space for Federal or State office use)

Approved by _____

Title _____

Date _____

Conditions of approval, if any

Title 18 U S C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

See Instruction on Reverse Side