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

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									
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									
Existing BGT  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.									
Operator: Address: —382 Road 3100 Aztec, NM 87410									
Address: 382 Road 3100 Aztec, NM 87410									
Facility or well name: _SCOTT_E FEDERAL_COM #15R									
API Number: OCD Permit Number:									
API Number:         3004534404         OCD Permit Number:           U/L or Qtr/Qtr         K         Section 36         Township         27NRange         11W County:         San Juan									
Center of Proposed Design: Latitude <u>36.52858</u> Longitude <u>107.95825</u> NAD: □1927 □ 1983									
Surface Owner: Federal State Private Tribal Trust or Indian Allotment									
Pit: Subsection F or G of 19.15.17.11 NMAC									
Temporary:									
Permanent Emergency Cavitation P&A									
Lined Unlined Liner type: Thicknessmil LLDPE HDPE PVC Other									
☐ String-Reinforced									
Liner Seams: Welded Factory Other Volume: bbl Dimensions: 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 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: Thicknessmil LLDPE HDPE PVC Other									
Lined Unlined Liner type: Thicknessmil LLDPE HDPE PVC Other									
4									
XBelow-grade tank: Subsection I of 19.15.17.11 NMAC									
Welow-grade tank: Subsection I of 19.15.17.11 NMAC  Volume: 120 bbl Type of fluid: Produced Water  Tank Construction material: Steel									
Tank Constitution 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 Visible sidewalls, vaulted, automatic high level shut off  Liner type: Thickness mil ☐ HDPE ☐ PVC ☐ Other									
Line type. Turckiessint int int int int									

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, to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence).	hospital,							
institution or church)  [Institution or church]  [Institution or church]  [Institution or church]								
☐ 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)								
inspections (11 netting or screening is not physically leasible)								
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 of	office for							
consideration of approval.	office for							
Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.								
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.	priate district pproval.							
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)	☐ Yes ☐ No 図 NA							
- 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 search; Visual inspection (certification) of the proposed site								
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - 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 minc 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.    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:
of Fernite 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  String Criteria Countries Departments of the property of
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 <sub>2</sub> S, Prevention Plan Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan
☐ Erosion Control Plan ☐ Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Proposed Closure: 19.15.17.13 NMAC   Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.  Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank 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)
Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   Site Reclamation Plan - based upon the appropriate requirements of Subsection G o

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Stee Instructions: Please indentify the facility or facilities for the disposal of liquids, drill facilities are required.	el Tanks or Haul-off Bins Only: (19.15.17.13.1 ing fluids and drill cuttings. Use attachment if t	O NMAC) nore than two							
	posal Facility Permit Number:								
	posal Facility Permit Number:								
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that <i>will not</i> 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 req Re-vegetation Plan - based upon the appropriate requirements of Subsection I of Site Reclamation Plan - based upon the appropriate requirements of Subsection Countries.	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 clos provided below. Requests regarding changes to certain siting criteria may require acconsidered an exception which must be submitted to the Santa Fe Environmental Budemonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for g	ministrative approval from the appropriate disti reau office for consideration of approval. Justi	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 ob	tained from nearby wells	☐ Yes ☐ No ☐ 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 ob	tained from nearby wells	☐ Yes ☐ No ☐ 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									
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significal lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	cant watercourse or lakebed, sinkhole, or playa	☐ Yes ☐ No							
Within 300 feet from a permanent residence, school, hospital, institution, or church in c  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite im		☐ Yes ☐ No							
Within 500 horizontal feet of a private, domestic fresh water well or spring that less that watering purposes, or within 1000 horizontal feet of any other fresh water well or spring - NM Office of the State Engineer - iWATERS database; Visual inspection (cert	g, in existence at the time of initial application.	Yes No							
Within incorporated municipal boundaries or within a defined municipal fresh water w adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approval or		☐ Yes ☐ No							
Within 500 feet of a wetland.  - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site									
Within the area overlying a subsurface mine.  - Written confirmation or verification or map from the NM EMNRD-Mining and	d Mineral Division	☐ Yes ☐ No							
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Society; Topographic map	Mineral Resources; USGS; NM Geological	☐ 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. 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 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 19.15.17.13 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									

19		
Operator Application Certification:  I hereby certify that the information submitted with this application	is true, accurate and complete to the	e best of my knowledge and belief.
Name (Print): Kim Champlin	Title:	Environmental Representative
Signature: Kim Champler	Date:	9-8-08
e-mail address: kim_champlin@xtoenergy.com		(505) 333-3100
OCD Approval: Permit Application (including closure plan)	. 1	
OCD Representative Signature:  Deputy Oil & Gas frispostor  Title:  District #8	ly	Approval Date: <u> </u>
Title:District #8	OCD Permit Numb	per:
21. Closure Report (required within 60 days of closure completion): Instructions: Operators are required to obtain an approved closure The closure report is required to be submitted to the division within section of the form until an approved closure plan has been obtain	e plan prior to implementing any c n 60 days of the completion of the c ed and the closure activities have b	losure activities and submitting the closure report. closure activities. Please do not complete this been completed.
	☐ Closure Comp	letion Date:
22.  Closure Method:  Waste Excavation and Removal ☐ On-Site Closure Method  If different from approved plan, please explain.	☐ Alternative Closure Method	Waste Removal (Closed-loop systems only)
23. Closure Report Regarding Waste Removal Closure For Closed-linstructions: Please indentify the facility or facilities for where the two facilities were utilized.	oop Systems That Utilize Above ( e liquids, drilling fluids and drill co	Ground Steel Tanks or Haul-off Bins Only: attings were disposed. Use attachment if more than
Disposal Facility Name:	Disposal Facility Pe	rmit Number:
Disposal Facility Name:		rmit Number:
Were the closed-loop system operations and associated activities per  Yes (If yes, please demonstrate compliance to the items below	formed on or in areas that will not b	be used for future service and operations?
Required for impacted areas which will not be used for future services  Site Reclamation (Photo Documentation)  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique	e and operations:	
Closure Report Attachment Checklist: Instructions: Each of the mark in the box, that the documents are attached.  Proof of Closure Notice (surface owner and division)  Proof of Deed Notice (required for on-site closure)  Plot Plan (for on-site closures and temporary pits)  Confirmation Sampling Analytical Results (if applicable)  Waste Material Sampling Analytical Results (required for on-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	site closure)	to the closure report. Please indicate, by a check  NAD:   1927   1983
	Doughture	11.10 1.727 1.700
Operator Closure Certification:  I hereby certify that the information and attachments submitted with belief. I also certify that the closure complies with all applicable clo Name (Print):	sure requirements and conditions sp	and complete to the best of my knowledge and pecified in the approved closure plan.
Signature:	Date:	
e-mail address:		

1825 M. French Or., Hobbs, M.M. 88240

State of New Mexico
Energy, Minerals & Hatural Resources Department

Form C-102 Revised October 12, 2005

DISTRICT II 1301 M. Grand Ave., Artesia, N.M. 88210

OIL CONSERVATION TO THE TOTAL TO Appropriate District Office 1220 South St. Frinch of the State Lease - 4 Copies

DISTRICT III 1000 Rio Brazos Rá., Aztec, N.M. 87410

AUG 2 2 2007 Sonta Fe, NM 87505

Fee Lease - 3 Copies

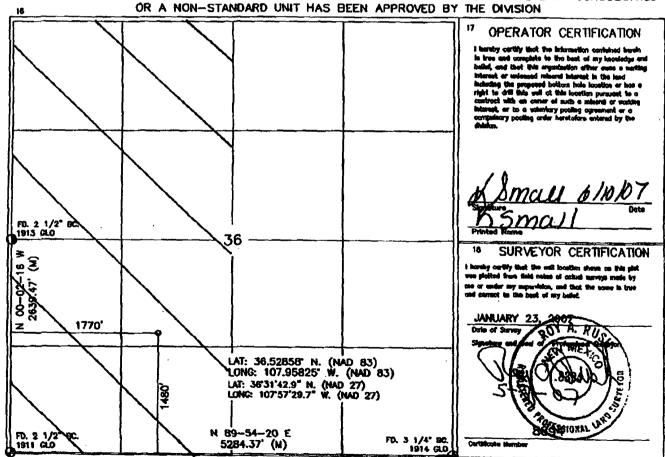
☐ AMENDED REPORT

DISTRICT IV 1220 South St. Francis Dr., Santa Fe, HM 87505

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5380	<b>,</b>				XTO ENERG	Y INC.		l	6494			
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			" Bott	om Hale	Location	If Different Fr	om Surface					
UL or lot no.	Section	Tounahlp	Range	Lot 1dn	Feel from the	Marth/South line	Feet from the	Ecet/Wes	t Hne	County		
<sup>2</sup> Dedicated Agre	1	1	13 Joint or 1	nf <b>il</b>	* Consolidation C	ode	*Order No.	J		1		
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED



CISTRECT I 1825 N. French Or.,-Hobba, M.M. 88240

State of New Mexico CEIVED

Form C-102 Revised October 12, 2005

OIL CONSERVATION DIVISION 2 2 200 Submit to Appropriate District Office State Lease - 4 Copies Santa Fe, NM 87505 Santa Fe, NM 87505 Fee Lease - 3 Copies

ERSTRICT & 1000 Rio Brozzos Rd., Aztec, N.M. 67410

1770

FD 2 1/2" BC. 1911 GLO

DISTRICT II 1301 W. Grand Ave., Artesie, M.M. 88210

Bureau of Land Management Farmington Field Office

**MENDED** REPORT

20 South St. Fro	nche Dr., Sa	nto Fe, IN 87	505			Į (Zivinio C		u	And t	JED INCI ON		
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TOGRID No.			*Operator Name									
538	O 1				XTO ENERG	Y INC.		_	6	3494		
					10 Surface	Location						
UL or lot no.	Section	Township	Range	Lot Ide	Feet from the	North/South line	Feet from the	East/West		County		
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			"Bott	om Hale		If Different Front	om Surface					
UL or lot no.	Section	Township	Range	Lot idin	Feet from the	Harth/South line	Feet from the	East/West	line	County		
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\		•	•				11					

LAT: 36.52858" N. (NAD 83) LONG: 107.95825" W. (NAD 83) LAT: 36"31"42.9" N. (NAD 27) LONG: 107"57"29.7" W. (NAD 27)

N 89-54-20 E 5284.37 (M)

FD. 3 1/4° BC. 1914 CLD,



XTO ENERGY INC.
SCOTT E FEDERAL COM No. 15R, 1480 FSL 1770 FWL
SECTION 36, T27N, R11W, N.M.P.M., SAN JUAN COUNTY, N. M.
GROUND ELEVATION: 6494' DATE: JANUARY 23, 2007

NAD 83

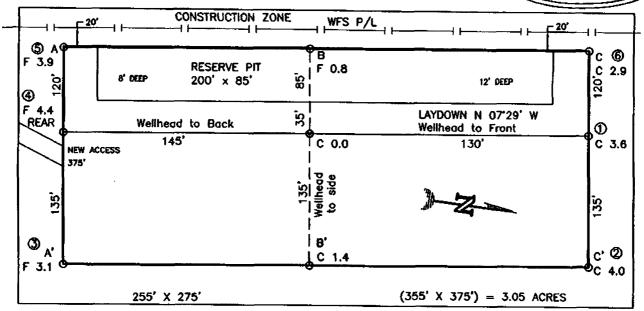
LAT. = 36.52858° N

LONG. = 107.95825° W

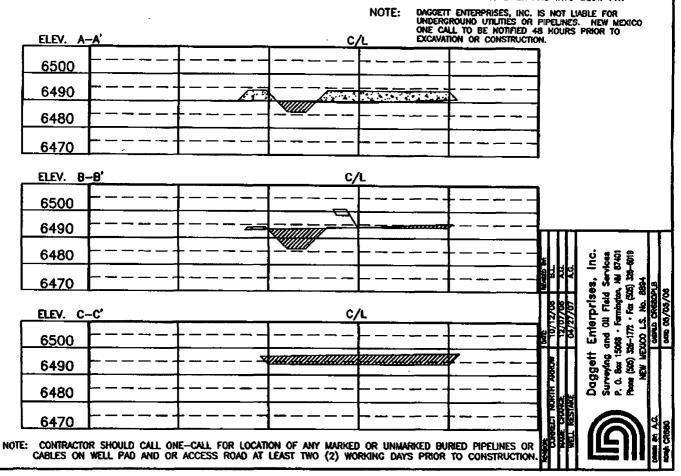
NAD 27

LAT. = 36°31'42.9° M

LONG. = 107°57'29.7° W



RESERVE PIT DIKE: TO BE 8' ABOVE DEEP SIDE (OVERFLOW - 3' WIDE AND 1' ABOVE SHALLOW SIDE). BLOW PIT: OVERFLOW PIPE HALFWAY BETWEEN TOP AND BOTTOM AND TO EXTEND OVER PLASTIC LINER AND INTO BLOW PIT.



A		Pit Permit	Client:	XTO Energy
<b>Lodestar Services</b>	, Inc.		Project:	Pit Permits
PO Box 4465, Durango,	CO 81302	Siting Criteria	Revised:	1-Sep-08
V		Information Sheet	Prepared by:	Devin Hencmann
ADIH	Talkan property (	CHARLETTE CONTRACTOR REFERENCES		The state of the s
API#:		3004534404	USPLSS:	27N, 11W, 36K
Name:	SCOTT	FEDERAL COM #15R	Lat/Long:	36.52858, -107.95825
Depth to groundwater:		>100'	Geologic formation:	Naciemento
Distance to closest continuously flowing watercourse:		to the 'San Juan River'		
Distance to closest significant watercourse, lakebed, playa lake, or sinkhole:	2.6 mile	es W to Cedar Canyon		
			Soil Type:	Entisols
Permanent residence, school, hospital, institution or church within 300'		No		
			Annual Precipitation:	Bloomfield: 8.71" , Farmington: 8.21", Otis: 10.41"
Domestic fresh water well or spring within 500'	No		Precipitation Notes:	Historical daily max: Bloomfield (4.19")
Any other fresh water well or spring within 1000'	No			
Within incorporated municipal boundaries		No	Attached Documents:	27N 11W i-Waters pdf,27N 12W i-Waters pdf
Within defined municipal fresh water well field		No		Topo map pdf, Aerial pdf, Mines and Quarries Map pdf,i-Waters Ground Water Data Map pdf, FEMA flood zone map pdf
Wetland within 500'		No	Mining Activity:	None
Within unstable area	No			
Within 100 year flood plain	No-FEMA Zone 'X'			
Additional Notes:				

### Scott E Federal COM #15R Below Ground Tank Hydrogeologic Report for Siting Criteria

### General Geology and Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The proposed pit location will be located in the southernmost Kutz Canyon region of the San Juan Basin. The predominant geologic formation is the Nacimiento Formation of Tertiary age, which underlies surface soils and is often exposed (Dane and Bachman, 1965). Deposits of Quaternary alluvial and aeolian sands occur prominently near the surface of the area, especially near streams and washes.

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan basin (Stone et al., 1983). In most of the proposed area, the Nacimiento Formation lies at the surface and grades into the Animas Formation to the west. Thickness of the Nacimiento ranges from 418 to 2232 feet (Stone et al., 1983). Aquifers within the coarser and continuous sandstone bodies of the Nacimiento Formation are between 0 and 1000' deep in this section of the basin (Stone et al., 1983). Groundwater within these aquifers flows toward the San Juan River.

The prominent soil type at the proposed site are entisols and aridisols, which are defined as soils that exhibit little to no any profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area. The sudden influx of water from storm events easily erodes the soils that cover the area and prohibits effective recharge to the underlying aquifers.

Dry and arid weather further prohibit active recharge. The climate of the region is arid, averaging 8 to 12 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from August through October. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. November through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993). However, vegetation is very sparse and discontinuous.

### Site Specific Hydrogeology

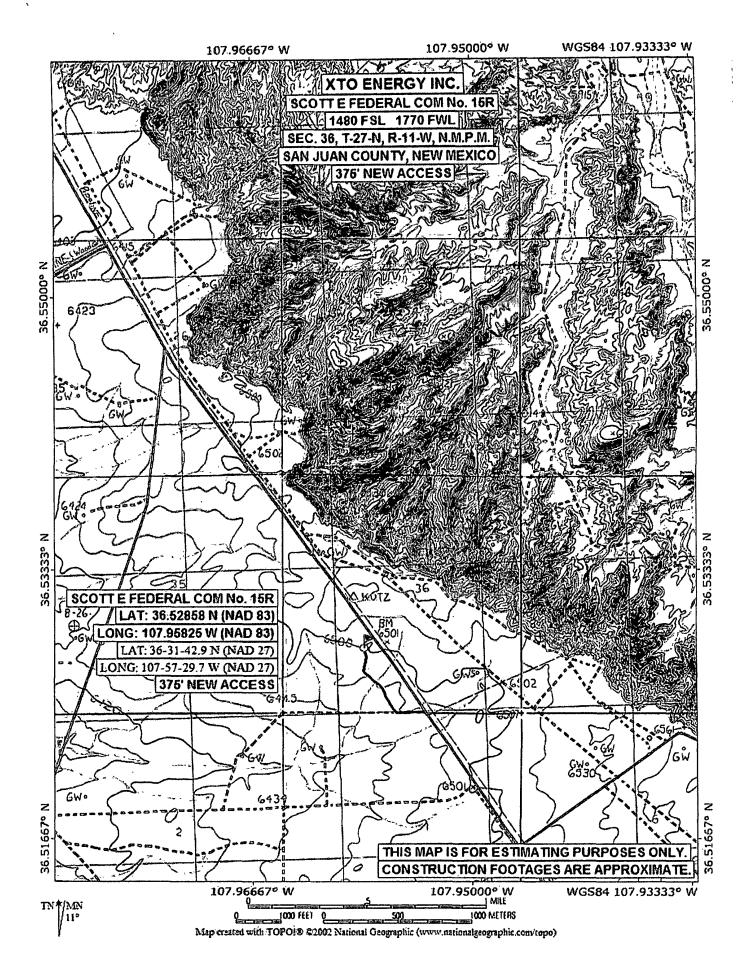
Depth to groundwater is estimated to be greater than 100'. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography and proximity to surface hydrologic features are also taken into consideration.

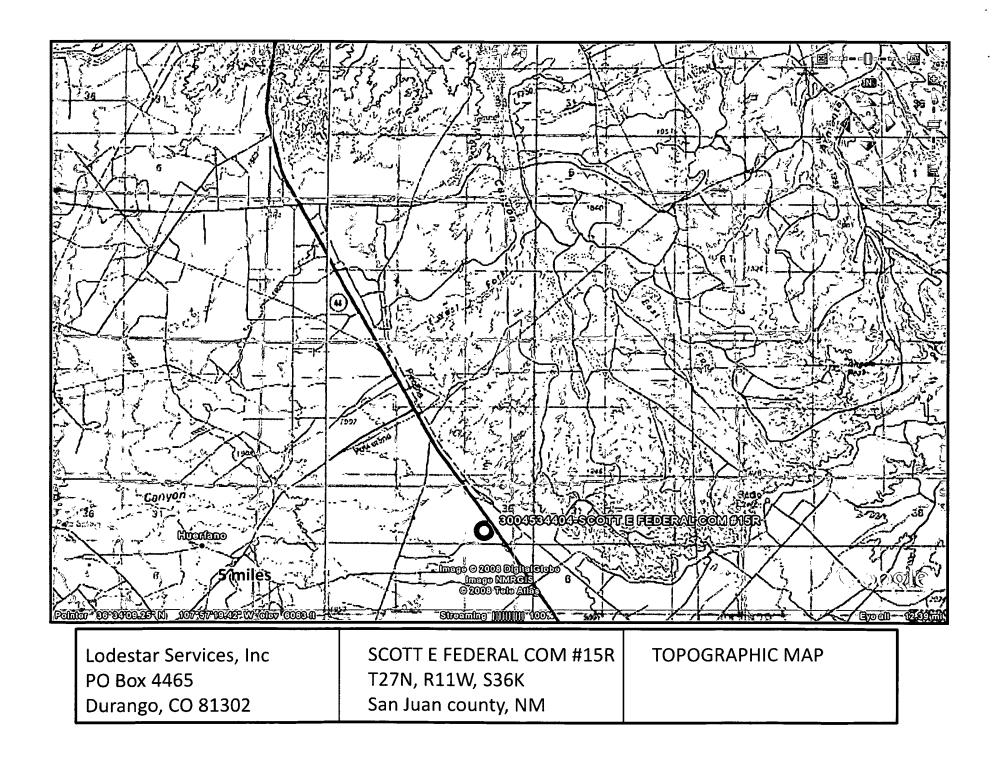
Beds of water-yielding sandstone are present in the Nacimiento Formation, which are fluvial in origin and are interbedded with siltstone, shale and coal. Porous sandstones form the principal aquifers, while relatively impermeable shales form confining units between the aquifers (Stone et al., 1983). Local aquifers exist within the Nacimiento Formation at depth s greater than 100 feet and thicknesses of the aquifer can be up to 3500 feet (USGS, Groundwater Atlas of the US).

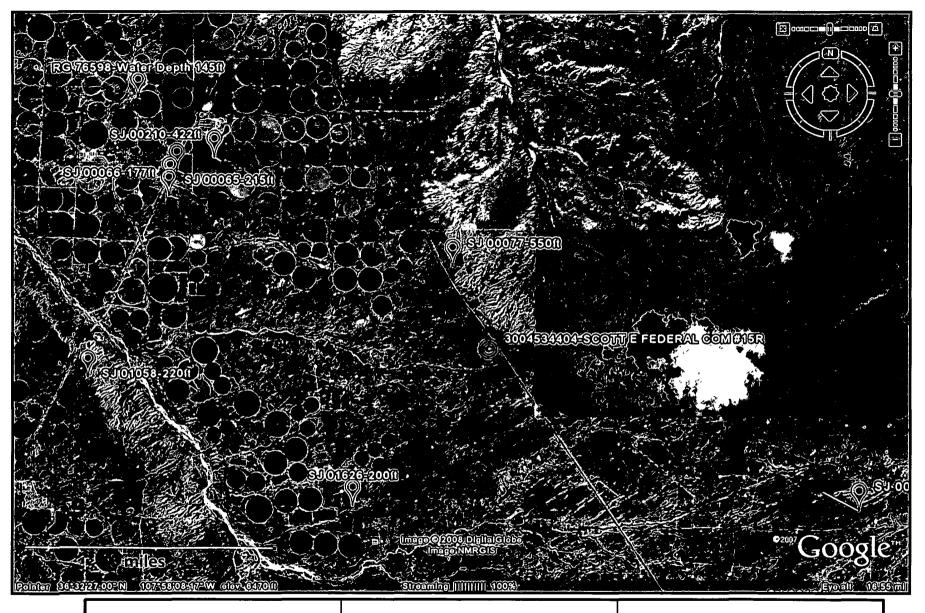
The site in question is located near the edge of Kutz Canyon, where deeply eroded sandstone-capped mesas and slope-forming mudstones occur in a sparsely vegetated and arid badlands-type setting. Broad shalely hills are interspersed with occasional sandstone outcrops, and systems of dry washes and their tributaries are evident on the attached aerial image.

The pit will be located on a relatively flat mesa top at an elevation of approximately 6493 feet near the head of Kutz Wash. It will be approximately 2200 feet from the Kutz Canyon tributary system and 4.12 miles southwest of Kutz Wash. Groundwater is expected to be shallow within Kutz Wash. But the significant distance between the Canyon and the site, as well as an elevation difference of over 500 feet suggest groundwater is greater than 100 feet at the proposed site.

State iWaters data points are sparsely distributed in this region, but there is an iWaters data point approximately 1.6 miles to the northwest of the site. Depth to groundwater at the site is 550 feet. A map showing the location of wells in reference to the proposed pit location is attached (SJ00077).







Lodestar Services, Inc PO Box 4465 Durango, CO 81302 SCOTT E FEDERAL COM #15R T27N, R11W, S36K San Juan county, NM i-Waters Ground Water Data Map

### New Mexico Office of the State Engineer POD Reports and Downloads

### POD / Surface Data ReportAvg Depth to Water ReportWater Column Report

### WATER COLUMN REPORT 03/22/2008

	· •			3=SW 4=S smalles	•		Depth	Depth	Water	(in feet)
POD Number	Tws	Rng Sec	ववव	Zone	x	Ā	Well	Water	Column	
SJ 01787	27N	11W 07	2 2				650			
SJ 0007?	27N	11W 26	2 1 3				1102	550	552	

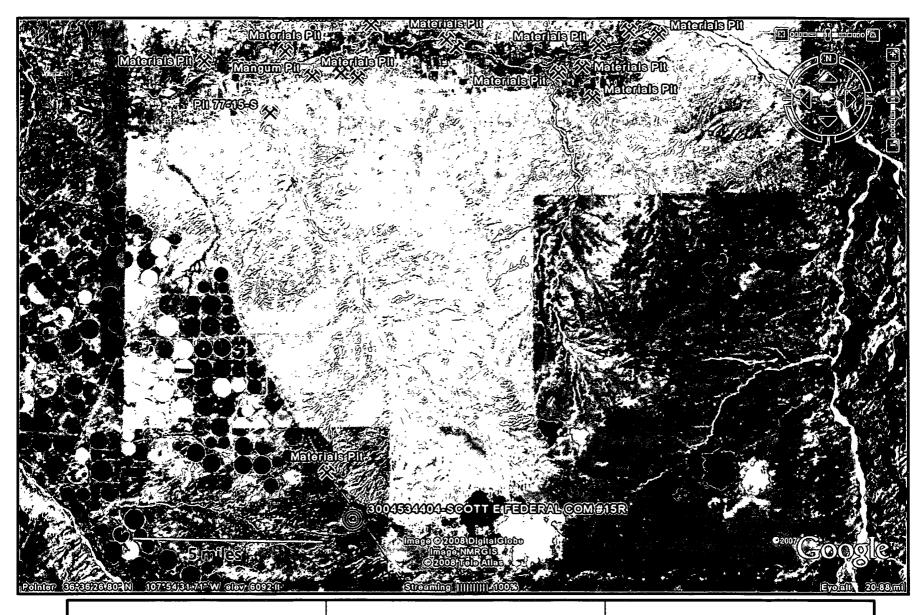
Record Count: 2



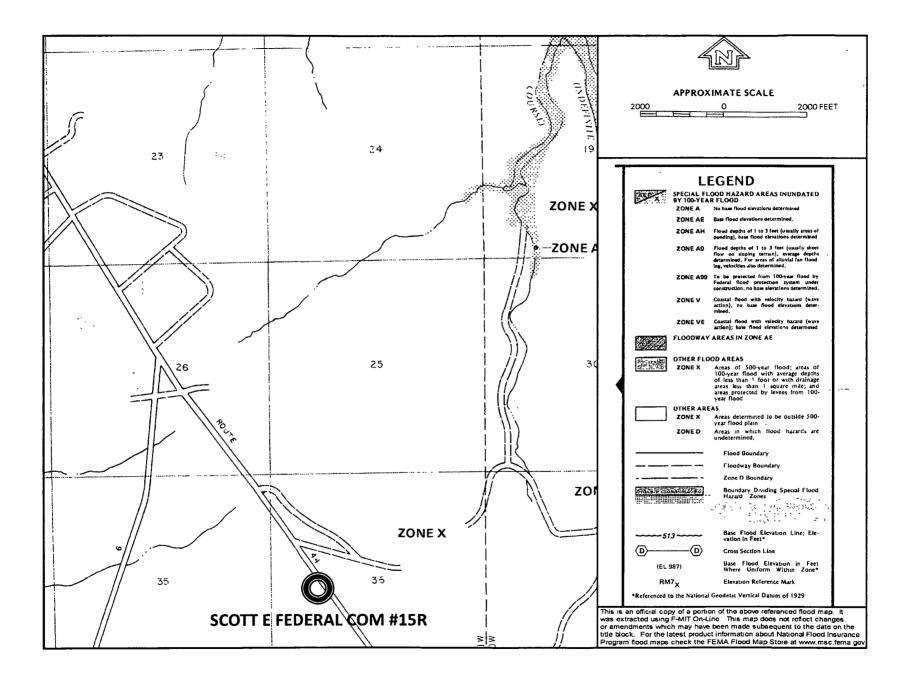
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**AERIAL PHOTOGRAPH** 



Lodestar Services, Inc PO Box 4465 Durango, CO 81302 SCOTT E FEDERAL COM #15R T27N, R11W, S36K San Juan county, NM Mines and Quarries Map



## XTO Energy Inc. San Juan Basin Below Grade Tank Design and Construction Plan

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction 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 (BGT) which does not conform to this plan.

#### General Plan

- 1. XTO will design and construct a BGT to contain liquids and solids and prevent contamination of fresh water and protect public heath and environment.
- Prior to constructing the pit, topsoil will be stockpiled in the construction zone for later use in restoration.
- 3. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the well site prior to construction of the BGT. The sign will list the Operator on record as the operator, the location of the well site by unit letter, section, township, range, and emergency telephone numbers.
- 4. XTO shall construct all new fences utilizing 48" steel mesh field-fence (hogwire) on the bottom with two strands of barbed wire on top, or with a pipe top rail. A 6' chain link fence topped with three stands of barbed wire will be used if the well location is within 1000' of a permanent residence, school, hospital, institution or church.
- 5. XTO shall construct an expanded metal covering on top of the BGT.
- 6. XTO will ensure that a BGT is constructed of materials resistant to the BGT's particular contents and resistant to damage from sunlight.
- The BGT system will have a properly constructed foundation consisting of a level base free of
  rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner
  or tank bottom.
- XTO will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on.
- 9. XTO will construct and use BGT that does not have double walls. The BGT sidewalls will be open for visual inspection for leaks, the BGT bottom will be elevated a minimum of 6" above the underlying ground surface and the BGT will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected.
- 10. XTO will equip BGT's designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows.
- 11. The geomembrane liner shall consist of 30-mil flexible PVC or 60-mil HDPE liner, or an equivalent liner material that the appropriate division district office approves. The geomembrane liner shall have a hydraulic conductivity greater that 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidic and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A.
- 12. The general specifications for design and construction are attached.

# XTO Energy Inc. San Juan Basin Below Grade Tank Maintenance and Operating Plan

In accordance with Rule 19.15.17.11 NMAC the following information describes the operation and maintenance 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 (BGT) which does not conform to this plan.

### **General Plan**

- 1. XTO will operate and maintain a BGT to contain liquids and solids and prevent contamination of fresh water and protect public health and the environment.
- 2. XTO will not allow a BGT to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the BGT.
- 3. XTO will continuously remove any visible or measurable layer of oil from the fluid surface of a BGT in order to prevent significant accumulation of oil.
- 4. XTO will inspect the BGT monthly and maintain written records for five years.
- 5. XTO will maintain adequate freeboard to prevent over topping of the BGT.

### XTO Energy Inc. San Juan Basin Below Grade Tank Closure Plan

In accordance with Rule 19.15.17.11 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 (BGT) which does not conform to this plan.

#### General Plan

- XTO will close a BGT 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.
- 2. XTO will close an existing BGT 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.
- 3. XTO will close a permitted BGT within 60 days of cessation of the BGT'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.
- 4. XTO will remove liquids and sludge from a BGT prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility.
- 5. XTO will remove the BGT 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.
- 6. XTO will remove any on-site equipment associated with a BGT unless the equipment is required for some other purpose.
- 7. XTO will test the solids beneath the BGT to determine whether a release has occurred. 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 100mg/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.
- 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.
- 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.
- 10. Notice of Closure will be given to the Aztec Division District III office between 72 hours and one week of closure via email or verbally. The notification will include the following:
  - i. Operator's name
  - Location by Unit Letter, Section, Township, and Range. Well name and API number.

- 11. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the BGT. Closure report will be filed on form C-144 and incorporate the following:
  - i. Details on capping and covering, where applicable
  - ii. Inspection reports
  - iii. Sampling results
- 12. 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.
- 13. XTO will seed the disturbed areas the first growing scason 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.
- 14. A minimum of 4' of cover shall be achieved and the cover shall include 1' of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.
- 15. 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.