

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  
☐ 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.

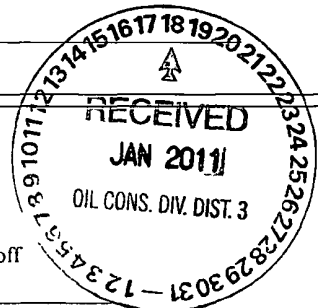
1  
Operator XTO Energy, Inc OGRID # 5380  
Address #382 County Road 3100, Aztec, NM 87410  
Facility or well name Breach D #240G  
API Number 30-039-3103 OCD Permit Number \_\_\_\_\_  
U/L or Qtr/Qtr D Section 15 Township 26N Range 6W County Rio Arriba  
Center of Proposed Design Latitude 36 49197 Longitude 107 46075 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 \_\_\_\_\_ bbl Dimensions L 200 x W 80 x D 8-12

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) **To be used during completion operations**  
☐ 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.



**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 \_\_\_\_\_

**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)

**Signs:** Subsection C of 19 15 17 11 NMAC

- ☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers
- ☒ Signed in compliance with 19 15 3 103 NMAC

**Administrative Approvals and Exceptions:**

Justifications and/or demonstrations of equivalency are required Please refer to 19 15 17 NMAC for guidance.

**Please check a box if one or more of the following is requested, if not leave blank:**

- ☒ Administrative approval(s) Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau office for consideration of approval Fencing- Hogwire
- ☐ 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 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.<br>- NM Office of the State Engineer - iWATERS database search, USGS, Data obtained from nearby wells  | <input type="checkbox"/> Yes <input 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)<br>- Topographic map, Visual inspection (certification) of the proposed site   | <input type="checkbox"/> Yes <input type="checkbox"/> No                                |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application ( <i>Applies to temporary, emergency, or cavitation pits and below-grade tanks</i> )<br>- Visual inspection (certification) of the proposed site, Aerial photo, Satellite image  | <input type="checkbox"/> Yes <input type="checkbox"/> No<br><input type="checkbox"/> NA |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application ( <i>Applies to permanent pits</i> )<br>- Visual inspection (certification) of the proposed site, Aerial photo, Satellite image   | <input type="checkbox"/> Yes <input type="checkbox"/> No<br><input 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<br>- NM Office of the State Engineer - iWATERS database search, Visual inspection (certification) of the proposed site | <input type="checkbox"/> Yes <input 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<br>- Written confirmation or verification from the municipality, Written approval obtained from the municipality  | <input type="checkbox"/> Yes <input type="checkbox"/> No                                |
| Within 500 feet of a wetland<br>- US Fish and Wildlife Wetland Identification map, Topographic map, Visual inspection (certification) of the proposed site  | <input type="checkbox"/> Yes <input type="checkbox"/> No                                |
| Within the area overlying a subsurface mine<br>- Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division  | <input type="checkbox"/> Yes <input type="checkbox"/> No                                |
| Within an unstable area<br>- Engineering measures incorporated into the design, NM Bureau of Geology & Mineral Resources, USGS, NM Geological Society, Topographic map  | <input type="checkbox"/> Yes <input type="checkbox"/> No                                |
| Within a 100-year floodplain<br>- FEMA map  | <input type="checkbox"/> Yes <input 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 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

14. **Proposed Closure:** 19 15 17 13 NMAC  
**Instructions:** Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.

Type ☒ Drilling ☐ Workover ☐ Emergency ☐ Cavitation ☐ P&A ☐ Permanent Pit ☐ Below-grade Tank ☒ Closed-loop System  
☐ Alternative

Proposed Closure Method ☐ Waste Excavation and Removal  
☒ Waste Removal (Closed-loop systems only)  
☒ On-site Closure Method (Only for temporary pits and closed-loop systems)  
☒ In-place Burial ☐ On-site Trench 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 Envirotech Disposal Facility Permit Number NM01-0011  
 Disposal Facility Name IEI Disposal Facility Permit Number NM01-0010B

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<br>- NM Office of the State Engineer - iWATERS database search, USGS, Data obtained from nearby wells   | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No<br><input type="checkbox"/> NA |
| Ground water is between 50 and 100 feet below the bottom of the buried waste<br>- NM Office of the State Engineer - iWATERS database search, USGS, Data obtained from nearby wells   | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No<br><input type="checkbox"/> NA |
| Ground water is more than 100 feet below the bottom of the buried waste<br>- NM Office of the State Engineer - iWATERS database search, USGS, Data obtained from nearby wells  | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No<br><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)<br>- 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<br>- 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<br>- 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 adopted pursuant to NMSA 1978, Section 3-27-3, as amended<br>- 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<br>- 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.<br>- 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<br>- 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<br>- 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

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**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) Malia Villers Title Permitting Tech

Signature Malia Villers Date 1/14/2011

e-mail address malia\_villers@xtoenergy.com Telephone: (505) 333-3100

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

OCD Representative Signature: [Signature] Approval Date: 5/16/2012

Title: Compliance Officer OCD Permit Number: Compliance Officer

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**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: 3/12/12

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**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

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

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

Disposal Facility Name \_\_\_\_\_ Disposal Facility Permit Number \_\_\_\_\_

Disposal Facility Name \_\_\_\_\_ Disposal Facility Permit Number \_\_\_\_\_

Were the closed-loop system operations and associated activities performed on or in areas that *will not* be used for future service and operations?

☐ Yes (If yes, please demonstrate compliance to the items below) ☐ No

*Required for impacted areas which will not be used for future service and operations*

- ☐ Site Reclamation (Photo Documentation)  
☐ Soil Backfilling and Cover Installation  
☐ Re-vegetation Application Rates and Seeding Technique

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**Closure Report Attachment Checklist:** *Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.*

- ☒ Proof of Closure Notice (surface owner and division)  
☐ Proof of Deed Notice (required for on-site closure)  
☒ Plot Plan (for on-site closures and temporary pits)  
☐ Confirmation Sampling Analytical Results (if applicable)  
☒ Waste Material Sampling Analytical Results (required for on-site closure)  
☒ 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 36.49212 Longitude 107.46095 NAD ☐ 1927 ☒ 1983

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**Operator Closure Certification:**

I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan

Name (Print) Logan Hixon Title EHS Technician

Signature Logan Hixon Date 5/18/11

e-mail address Logan-Hixon@xtoenergy.com Telephone (505) 333-3683

District I  
1625 N French Dr , Hobbs, NM 88240  
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1301 W Grand Avenue, Artesia, NM 88210  
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1000 Rio Brazos Road, Aztec, NM 87410  
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1220 S St Francis Dr , Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

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

Form C-141  
Revised October 10, 2003

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

**Release Notification and Corrective Action**

**OPERATOR**

☐ Initial Report ☒ Final Report

|   |   |                       |
|---|---|-----------------------|
| Name of Company. XTO Energy, Inc.               | Contact: Logan Hixon                                |                       |
| Address: 382 Road 3100, Aztec, New Mexico 87410 | Telephone No.: (505) 333-3683                       |                       |
| Facility Name: Breech D #240G (30-039-31013)    | Facility Type: Gas Well (Dakota, Mesaverde, Mancos) |                       |
| Surface Owner: Federal                          | Mineral Owner:                                      | Lease No.: NMNM-06553 |

**LOCATION OF RELEASE**

|                  |               |                 |             |                      |                         |                       |                       |                      |
|------------------|---------------|-----------------|-------------|----------------------|-------------------------|-----------------------|-----------------------|----------------------|
| Unit Letter<br>D | Section<br>15 | Township<br>26N | Range<br>6W | Feet from the<br>915 | North/South Line<br>FNL | Feet from the<br>1010 | East/West Line<br>FWL | County<br>Rio Arriba |
|------------------|---------------|-----------------|-------------|----------------------|-------------------------|-----------------------|-----------------------|----------------------|

Latitude: 36.49197 Longitude: -107.46075

**NATURE OF RELEASE**

|  |   |                               |
|--|---|-------------------------------|
| Type of Release None   | Volume of Release NA                      | Volume Recovered NA           |
| Source of Release: None  | Date and Hour of Occurrence NA            | Date and Hour of Discovery NA |
| Was Immediate Notice Given?<br><input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required   | If YES, To Whom?                          |                               |
| By Whom?   | Date and Hour                             |                               |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse. |                               |
| If a Watercourse was Impacted, Describe Fully *  |   |                               |
| Describe Cause of Problem and Remedial Action Taken *<br>The drill pit at the Breech D #240G was closed on March 12, 2012. A composite sample was collected from the pit pre-stabilization on November 14, 2011, and returned results below the 0.2 ppm benzene standard, the 500 ppm DRO/GRO standard, the 50 ppm total BTEX standard, the 500 ppm total chloride standard and the 2,500 ppm TPH standard. The contents of the drill pit were stabilized and buried in place. Applicable analytical results are included with this report.  |   |                               |
| Describe Area Affected and Cleanup Action Taken *<br>No release has occurred at this location.   |   |                               |
| I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations. |   |                               |
| <b>OIL CONSERVATION DIVISION</b>   |   |                               |
| Signature <i>Logan Hixon</i>   | Approved by District Supervisor           |                               |
| Printed Name: Logan Hixon  |   |                               |
| Title: EH&S Technician   | Approval Date                             | Expiration Date               |
| E-mail Address: Logan.Hixon@xtoenergy.com  | Conditions of Approval                    |                               |
| Date: <i>5/10/2012</i> Phone: 505-333-3683   | Attached <input type="checkbox"/>         |                               |

\* Attach Additional Sheets If Necessary

# **XTO Energy Inc. San Juan Basin Closure Report**

**Lease Name: Breech D #240G**

**API No.: 30-039-31013**

**Description: Unit D, Section 15, Township 26N, Range 6W, Rio Arriba County, NM**

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure of the temporary pit referenced above. All proper documentation regarding closure activities is being included with the C-144.

- Proof of Closure Notice
  - Proof of Deed Notice (Not Required)
  - Plot Plan
  - C-105
  - Sampling Results
  - Details on Soil Backfilling and Cover Installation
  - Re-vegetation Application Rates and Seeding Technique
  - Site Reclamation Photos (Including Steel Marker)
1. All free standing liquids will be removed at the start of the pit closure process from the pit and disposed of in a division-approved facility or recycled, reused, or reclaimed in a manner that the Aztec Division office approves.  
**Fluids were pulled from the reserve pit on October 25, 2011 through December 15, 2012 and disposed of at Basin Disposal, NM-01-005.**
  2. The preferred method of closure for all temporary pits will be on-site, in-place burial, assuming that all criteria listed in Subsection (B) of 19 15.17.13 are met.  
**On-site, in-place burial plan for this location was approved by the Aztec Division office on January 26, 2011.**
  3. The surface owner shall be notified of XTO proposed closure plan using a means that provides proof of notice, i.e., Certified Mail, return receipt requested.  
**The surface owner was notified of on-site burial by email, January 14, 2011 (attached), and by email on December 1, 2011 (attached). Email notification was authorized to government agencies by Brandon Powell, NMOCD Aztec Office.**
  4. Within 6 months of Rig Off status occurring, XTO will ensure that temporary pits are closed, re-contoured, and reseeded.  
**Rig moved off location October 4, 2011. Pit closed March 12, 2012.**
  5. Notice of Closure will be given to the Aztec Division office between 72 hours and one week of closure via email, or verbally. The notification of closure will include the following:
    - i. Operator's Name
    - ii. Well Name and API Number
    - iii. Location by Unit Letter, Section, Township, Range**Notification was sent to the Aztec Office of the OCD on December 1, 2011 (attached), Closure activities began on December 15, 2011.**
  6. Pit contents shall be mixed with non-waste containing, earthen material in order to achieve appropriate solidification. The solidification process will be accomplished using a combination of natural drying and mechanically mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed as safe and stable. The mixing ratio shall not exceed 3 parts clean soil to 1 part pit contents  
**Pit contents were mixed with non-waste containing, earthen material in order to achieve**

**appropriate solidification. The solidification process was accomplished using a combination of natural drying and mechanically mixing using a dozer and track-hoe. Pit contents were mixed with non-waste, earthen material to a consistency that was deemed safe and stable. The mixing ratio did not exceed 3 parts clean soil to 1 part pit contents.**

7. Liner of temporary pit shall be removed above "mud level" after stabilization. Removal of liner will consist of manually or mechanically cutting liner at mud level and removing all remaining liner. Care will be taken to remove "ALL" of the liner i.e., edges of liner entrenched or buried. All excessive liner will be disposed of at a licensed disposal facility.

**Liner of temporary pit was removed above "mud level" after stabilization. Removal of the liner consisted of manually cutting liner at mud level and removing all remaining liner. Care was taken to remove "ALL" of the liner i.e., edges of liner entrenched or buried. All excessive liner was disposed of at a licensed disposal facility, (San Juan County Landfill).**

8. A five point composite sample will be taken using sampling tools and all samples tested per Subsection B of 19.15.17.13(B)(1)(b). In the event that the criteria are not met, all contents will be handled per Subparagraph (a) of Paragraph (1) of Subsection B of 19.15.17.13 i.e. dig and haul. Disposal facilities to be utilized should this method be required will be Envirotech, Permit No. NM01-0011 or IEL, Permit No. NM01-0010B

**A five point composite sample was taken of the pit using sampling tools and all samples tested per Subsection B of 19.15.17.13(B)(1)(b). (Sample results attached).**

| Components | Test Method               | Limit (mg/Kg)     | Results (mg/Kg) |
|------------|---------------------------|-------------------|-----------------|
| Benzene    | EPA SW-846 8021B or 8260B | 0.2               | .0052           |
| BTEX       | EPA SW-846 8021B or 8260B | 50                | 0.0686          |
| TPH        | EPA SW-846 418 I          | 2500              | 180             |
| GRO/DRO    | EPA SW-846 8015M          | 500               | 240             |
| Chlorides  | EPA 300.1                 | 500 or background | 170             |

9. Upon completion of solidification and testing, the pit area will be backfilled with compacted, non-waste containing earthen material. 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 is greater.

**Upon completion of solidification and testing, the pit area was backfilled with compacted, non-waste containing, earthen material. A minimum of four feet of cover was achieved and the cover included one foot of background topsoil suitable for establishing vegetation at the site or natural levels, whichever was greater. Backfill and cover were placed to match existing grade.**

10. Re-contouring of the location will match fit, shape, line, form and texture of the surrounding area. Re-shaping will include drainage control, ponding prevention, and erosion prevention. 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 a smooth surface, fitting the natural landscape.

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

11. Notification will be sent to OCD when the reclaimed area is seeded.

**A C-103 is attached to this report. The site has been re-seeded using the BLM +10 seed mixture on April 2, 2012.**

12. XTO shall seed the disturbed areas the first growing season after the pit is closed. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM of 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.

**Notification via C-103 will be sent to OCD when the reclaimed area successfully achieves re-vegetation for two successive growing seasons.**

13. The temporary pit will be located with a steel marker, no less than four inches in diameter, cemented in a hole three feet deep in the center of the on-site burial upon the abandonment of all the wells on the pad. The marker will be flush with the ground to allow access of the active well pad and for safety concerns. The marker will include a threaded collar to be used for future abandonment. The top of the marker will contain a welded steel 12" square plate that indicates the onsite burial of the temporary pit. The plate will be easily removable and a four foot riser will be threaded into the top of the collar marker and welded around the base with the operator's information at the time all wells on the pad are abandoned. The operator's information will include the following: Operator's Name, Lease Name, Well Name and Number, Unit Number, Section, Township, Range and an indicator that the marker is an on-site burial location.

**The temporary pit was located with a steel marker cemented in a hole three feet deep in the center of the onsite burial. The marker includes the operator's information. The marker was set in a way to not impede reclamation activities. The operator's information includes the following: XTO Energy Inc., Breech D #240G Unit D, Sec 15, Township 26N, Range 6W, Rio Arriba Co, NM "In Place Burial".**

14. XTO shall file a deed notice identifying the exact location of the on-site burial with the county clerk in the county where the on-site burial occurs.

**Not required on state, federal, or tribal land according to FAQ dated October 30, 2008 and posted on the OCD website.**

15. Due to a misunderstanding from the drilling department, the pit inspections completed during drilling were completed on a daily basis, but were not recorded. No leaks or tears in the liner were discovered during drilling activities. Inspections completed by EH&S after the rig was released were completed and documented, and are attached with this report. XTO has cleared up the misunderstanding with the drilling department, and pit inspections will be documented in the future.
16. The inspection of this pit completed after drilling activities states the temporary pit was closed on December 28, 2011, that is when the temporary pit had began to be reclaimed, but due to freezing and thawing cycles the completed pit reclamation was delayed. An extension Sundry was approved per the BLM for reclamation activities for this site due to the cycles. The reclamation of this site was completed on March 12, 2012.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
OMB NO. 1004-0135  
Expires July 31, 2010

RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*

JAN 12 2012

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

## REGULATORY COMPLIANCE

☐ Oil Well ☒ Gas Well ☐ Other2 Name of Operator  
XTO ENERGY INCContact. DOLENA (DEE) JOHNSON  
E-Mail dee\_johnson@xtoenergy.com3a. Address  
382 ROAD 3100  
AZTEC, NM 874103b. Phone No. (include area code)  
Ph 505-333-3164

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

Sec 15 T26N R6W NWNW 915FNL 1010FWL  
36 491970 N Lat, 107.460750 W Lon5. Lease Serial No  
NMNM03553

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No

8. Well Name and No.  
BREECH D 240G9 API Well No  
30-039-31013-00-C110. Field and Pool, or Exploratory  
Multiple--See Attached

11 County or Parish, and State

RIO ARRIBA COUNTY, NM

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

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |   |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input checked="" type="checkbox"/> Reclamation    | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other          |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |   |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |   |

13 Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

As per conversation between Brent Beaty w/XTO Energy and Bob Switzer w/BLM on December 22, 2011, XTO would like to extend the interim reclamtion deadline of January 7, 2012 until April 30, 2012; due to the frozen topsoil and the frozen ground on the road to be reclaimed on the southwest side of the location.

14 I hereby certify that the foregoing is true and correct

Electronic Submission #127330 verified by the BLM Well Information System  
For XTO ENERGY INC, sent to the Farmington  
Committed to AFMSS for processing by STEVE MASON on 01/12/2012 (12SXM0060SE)

Name (Printed/Typed) DOLENA (DEE) JOHNSON

Title REGULATORY COMPLIANCE TECH

Signature (Electronic Submission)

Date 01/04/2012

## THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By MARK KELLY

Title ACTING FIELD MANAGER MINERALS

Date 01/06/2012

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Farmington

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212; make 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

\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

**Additional data for EC transaction #127330 that would not fit on the form**

**10. Field and Pool, continued**

BLANCO MESAVERDE

## Revisions to Operator-Submitted EC Data for Sundry Notice #127330

|                                | Operator Submitted  | BLM Revised (AFMSS)   |
|--------------------------------|---|---|
| Sundry Type:                   | RECL<br>NOI   | RECL<br>NOI   |
| Lease:                         | NMNM03553   | NMNM03553   |
| Agreement:                     |   |   |
| Operator:                      | XTO ENERGY INC<br>382 CR 3100<br>AZTEC, NM 87410<br>Ph: 505-333-3100  | XTO ENERGY INC<br>382 ROAD 3100<br>AZTEC, NM 87410<br>Ph: 505-333-3100<br>Fx: 505-333-3623                      |
| Admin Contact:                 | DOLENA (DEE) JOHNSON<br>REGULATORY COMPLIANCE TECH<br>E-Mail: dee_johnson@xtoenergy.com<br><br>Ph: 505-333-3164 | DOLENA (DEE) JOHNSON<br>REGULATORY COMPLIANCE TECH<br>E-Mail: dee_johnson@xtoenergy.com<br><br>Ph: 505-333-3164 |
| Tech Contact:                  | DOLENA (DEE) JOHNSON<br>REGULATORY COMPLIANCE TECH<br>E-Mail: dee_johnson@xtoenergy.com<br><br>Ph: 505-333-3164 | DOLENA (DEE) JOHNSON<br>REGULATORY COMPLIANCE TECH<br>E-Mail: dee_johnson@xtoenergy.com<br><br>Ph: 505-333-3164 |
| Location:<br>State:<br>County: | NM<br>RIO ARRIBA COUN   | NM<br>RIO ARRIBA  |
| Field/Pool:                    | BLANCO MESAVERDE  | BASIN DAKOTA<br>BASIN MANCOS<br>BLANCO MESAVERDE  |
| Well/Facility:                 | BREECH D 240G<br>Sec 15 T26N R6W Mer NMP NWNW 915FNL 1010FWL<br>36 491970 N Lat, 107.460750 W Lon               | BREECH D 240G<br>Sec 15 T26N R6W NWNW 915FNL 1010FWL<br>36 491970 N Lat, 107 460750 W Lon                       |

|  |                      |   |                        |           |  |  |                 |   |          |               |
|--|----------------------|---|------------------------|-----------|--|--|-----------------|---|----------|---------------|
| Submit To Appropriate District Office<br>Two Copies<br>District I<br>1625 N French Dr., Hobbs, NM 88240<br>District II<br>1301 W Grand Avenue, Artesia, NM 88210<br>District III<br>1000 Rio Brazos Rd., Aztec, NM 87410<br>District IV<br>1220 S St Francis Dr., Santa Fe, NM 87505   |                      | <b>State of New Mexico</b><br><b>Energy, Minerals and Natural Resources</b><br><br><b>Oil Conservation Division</b><br><b>1220 South St. Francis Dr.</b><br><b>Santa Fe, NM 87505</b> |                        |           | <b>Form C-105</b><br>July 17, 2008   |  |                 |   |          |               |
|  |                      | 1. WELL API NO.<br>30-039-31013   |                        |           | 2. Type of Lease<br><input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN<br>3. State Oil & Gas Lease No |  |                 |   |          |               |
| <b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>  |                      |   |                        |           |  |  |                 |   |          |               |
| 4. Reason for filing<br><br><input type="checkbox"/> <b>COMPLETION REPORT</b> (Fill in boxes #1 through #31 for State and Fee wells only)<br><br><input checked="" type="checkbox"/> <b>C-144 CLOSURE ATTACHMENT</b> (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33, attach this and the plat to the C-144 closure report in accordance with 19 15 17 13 K NMAC) |                      |   |                        |           |  | 5. Lease Name or Unit Agreement Name<br><b>Breach D</b><br><br>6. Well Number<br><b>240G</b> |                 |   |          |               |
| 7. Type of Completion<br><input checked="" type="checkbox"/> NEW WELL <input type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER   |                      |   |                        |           |  |  |                 |   |          |               |
| 8. Name of Operator<br><b>XTO Energy, Inc.</b>   |                      |   |                        |           |  | 9. OGRID<br><b>5380</b>  |                 |   |          |               |
| 10. Address of Operator<br><b>382 County Road 3100</b><br><b>Aztec, New Mexico 87410</b><br><b>505-333-3100</b>  |                      |   |                        |           |  | 11. Pool name or Wildcat   |                 |   |          |               |
| 12. Location   | Unit Ltr             | Section   | Township               | Range     | Lot  | Feet from the  | N/S Line        | Feet from the                             | E/W Line | County        |
| Surface:   |                      |   |                        |           |  |  |                 |   |          |               |
| BH:  |                      |   |                        |           |  |  |                 |   |          |               |
| 13. Date Spudded   | 14. Date T D Reached | 15. Date Rig Released<br><b>October 4, 2011</b>   |                        |           | 16. Date Completed (Ready to Produce)  |  |                 | 17. Elevations (DF and RKB, RT, GR, etc ) |          |               |
| 18. Total Measured Depth of Well   |                      | 19. Plug Back Measured Depth  |                        |           | 20. Was Directional Survey Made?   |  |                 | 21. Type Electric and Other Logs Run      |          |               |
| 22. Producing Interval(s), of this completion - Top, Bottom, Name  |                      |   |                        |           |  |  |                 |   |          |               |
| <b>23. CASING RECORD (Report all strings set in well)</b>  |                      |   |                        |           |  |  |                 |   |          |               |
| CASING SIZE  |                      | WEIGHT LB/FT  |                        | DEPTH SET |  | HOLE SIZE  |                 | CEMENTING RECORD                          |          | AMOUNT PULLED |
|  |                      |   |                        |           |  |  |                 |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
| 24. LINER RECORD   |                      |   |                        |           |  | 25. TUBING RECORD  |                 |   |          |               |
| SIZE   | TOP                  | BOTTOM  | SACKS CEMENT           | SCREEN    | SIZE   | DEPTH SET  | PACKER SET      |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
| 26. Perforation record (interval, size, and number)  |                      |   |                        |           |  | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC   |                 |   |          |               |
|  |                      |   |                        |           |  | DEPTH INTERVAL   |                 | AMOUNT AND KIND MATERIAL USED             |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
|  |                      |   |                        |           |  |  |                 |   |          |               |
| <b>28. PRODUCTION</b>  |                      |   |                        |           |  |  |                 |   |          |               |
| Date First Production  |                      | Production Method (Flowing, gas lift, pumping - Size and type pump)   |                        |           |  | Well Status (Prod or Shut-in)  |                 |   |          |               |
| Date of Test   | Hours Tested         | Choke Size  | Prod'n For Test Period | Oil - Bbl | Gas - MCF  | Water - Bbl  | Gas - Oil Ratio |   |          |               |
| Flow Tubing Press  | Casing Pressure      | Calculated 24-Hour Rate   | Oil - Bbl              | Gas - MCF | Water - Bbl  | Oil Gravity - API - (Corr )  |                 |   |          |               |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc )   |                      |   |                        |           |  |  |                 | 30. Test Witnessed By                     |          |               |
| 31. List Attachments   |                      |   |                        |           |  |  |                 |   |          |               |
| 32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit <b>attached</b>  |                      |   |                        |           |  |  |                 |   |          |               |
| 33. If an on-site burial was used at the well, report the exact location of the on-site burial<br>Latitude <b>36.49212</b> Longitude <b>-107.46095</b> NAD 1927 <b>1983</b>  |                      |   |                        |           |  |  |                 |   |          |               |
| I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief<br>Signature <u>Logan Hixon</u> Printed Name: <b>Logan Hixon</b> Title: <b>EH&amp;S Technician</b>  |                      |   |                        |           |  |  |                 |   |          |               |
| E-mail Address <u>Logan.Hixon@xtoenergy.com</u>  |                      |   |                        |           | Date: <u>5/10/12</u>   |  |                 |   |          |               |

DISTRICT I  
1625 N Fench Dr., Hobbs, NM 88240

DISTRICT II  
1301 W Grand Avenue, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

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

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St Francis Dr  
Santa Fe, NM 87504-2088

Form C-102

Revised October 12, 2005

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

|                            |  |                                  |
|----------------------------|--|----------------------------------|
| <sup>1</sup> API Number    | <sup>2</sup> Pool Code                       | <sup>3</sup> Pool Name           |
| <sup>4</sup> Property Code | <sup>5</sup> Property Name<br>BREECH D       | <sup>6</sup> Well Number<br>240G |
| <sup>7</sup> OGRID No      | <sup>8</sup> Operator Name<br>XTO ENERGY INC | <sup>9</sup> Elevation<br>6493'  |

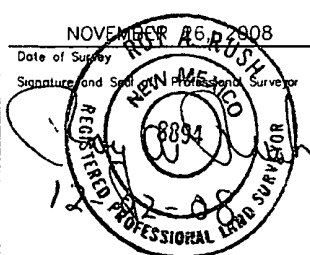
<sup>10</sup> Surface Location

|                   |               |                  |              |         |                      |                           |                       |                        |                      |
|-------------------|---------------|------------------|--------------|---------|----------------------|---------------------------|-----------------------|------------------------|----------------------|
| UL or lot no<br>D | Section<br>15 | Township<br>26-N | Range<br>6-W | Lot Idn | Feet from the<br>915 | North/South line<br>NORTH | Feet from the<br>1010 | East/West line<br>WEST | County<br>RIO ARRIBA |
|-------------------|---------------|------------------|--------------|---------|----------------------|---------------------------|-----------------------|------------------------|----------------------|

<sup>11</sup> Bottom Hole Location If Different From Surface

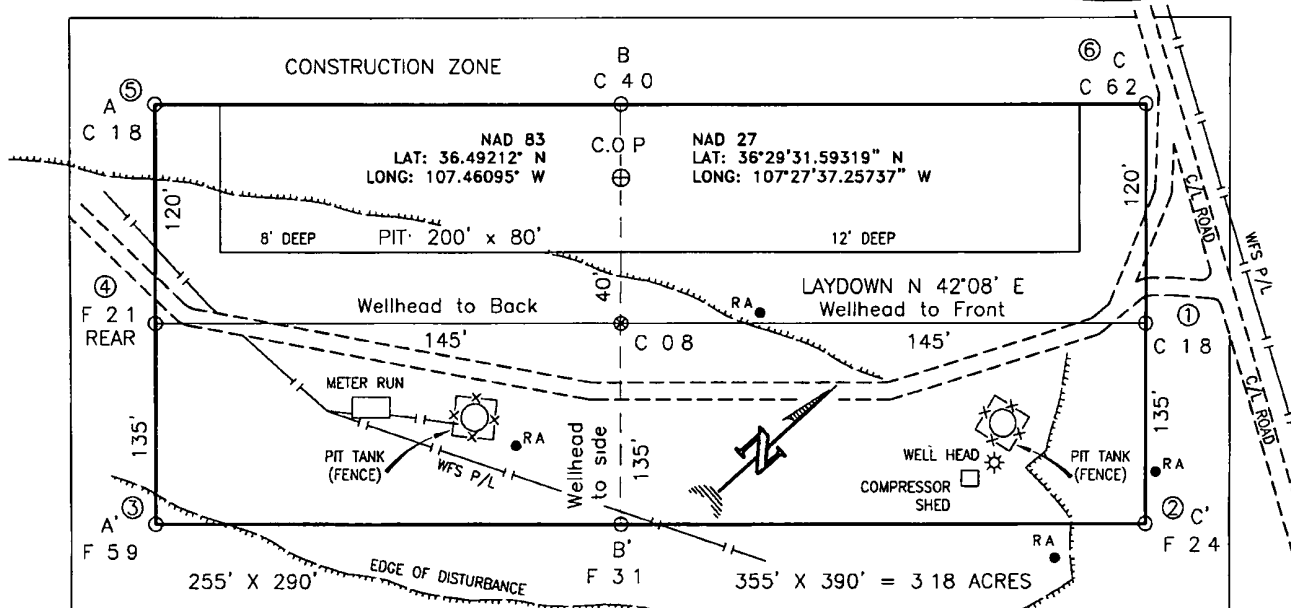
|                               |                               |                                  |                        |         |               |                  |               |                |        |
|-------------------------------|-------------------------------|----------------------------------|------------------------|---------|---------------|------------------|---------------|----------------|--------|
| UL or lot no                  | Section                       | Township                         | Range                  | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| <sup>12</sup> Dedicated Acres | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order No |         |               |                  |               |                |        |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

|   |                               |   |   |
|---|-------------------------------|---|---|
| <sup>16</sup><br>FD 3 1/4" BC<br>1957 BLM<br>915'<br>1010'<br>S 00°33'14" W<br>2687.04' (M) | N 89°50'25" E<br>2649.41' (M) | FD 3 1/4" BC<br>1957 BLM  | <sup>17</sup> OPERATOR CERTIFICATION<br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.<br>Signature _____ Date _____<br>Printed Name _____ |
| FD 3 1/4" BC<br>1957 BLM  | 15                            | <u>SURFACE:</u><br>LAT: 36.49197° N. (NAD 83)<br>LONG: 107.46075° W. (NAD 83)<br>LAT 36°29'31.06204" N (NAD 27)<br>LONG 107°27'36.53085" W (NAD 27) | <sup>18</sup> SURVEYOR CERTIFICATION<br>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.<br>NOVEMBER 26, 2008<br>Date of Survey<br>Signature and Seal of Professional Surveyor<br><br>8894<br>Certificate Number  |

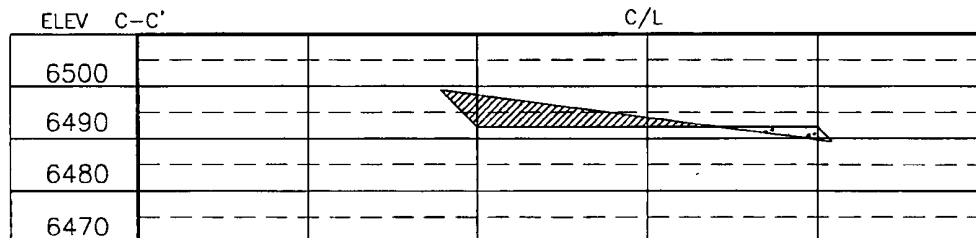
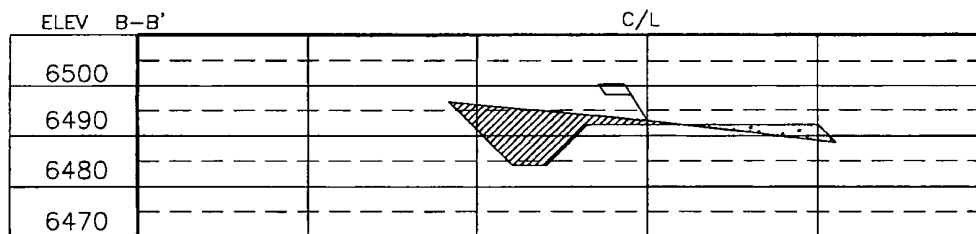
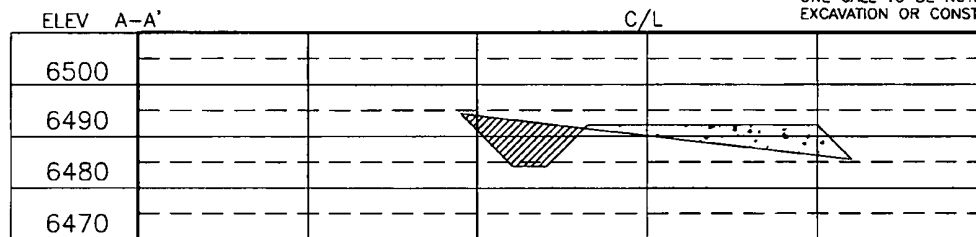
XTO ENERGY INC.  
BREECH D No. 240G, 915 FNL 1010 FWL  
SECTION 15, T26N, R6W, N.M.P.M., RIO ARRIBA COUNTY, N.M.  
GROUND ELEVATION: 6493' DATE: NOVEMBER 26, 2008

NAD 83  
LAT. = 36.49197° N  
LONG. = 107.46075° W  
NAD 27  
LAT = 36°29'31.06204" N  
LONG. = 107°27'36.53085" 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

NOTE DAGGETT ENTERPRISES, INC IS NOT LIABLE FOR  
UNDERGROUND UTILITIES OR PIPELINES NEW MEXICO  
ONE CALL TO BE NOTIFIED 48 HOURS PRIOR TO  
EXCAVATION OR CONSTRUCTION



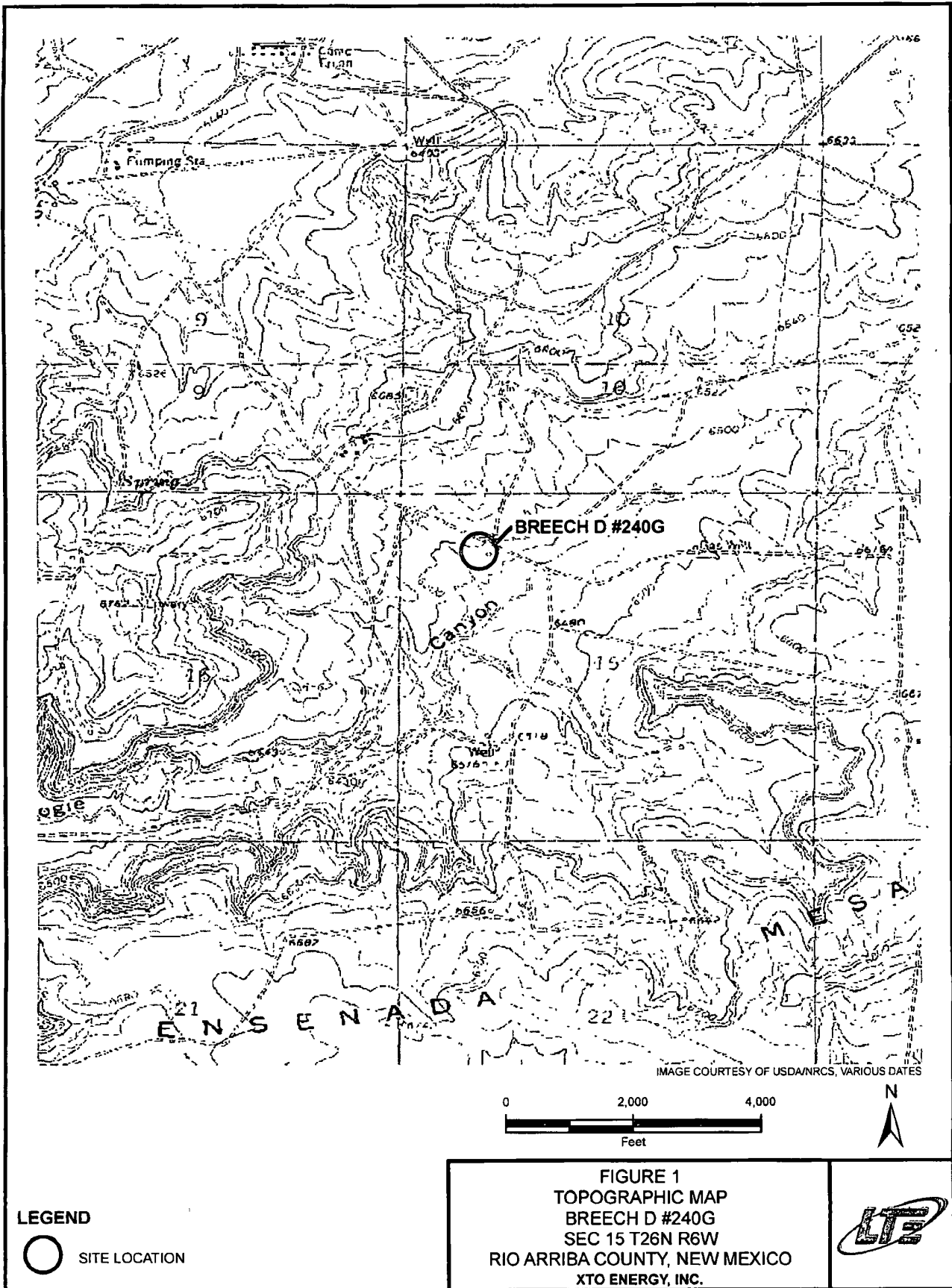
NOTE CONTRACTOR SHOULD CALL ONE-CALL FOR LOCATION OF ANY MARKED OR UNMARKED BURIED PIPELINES OR  
CABLES ON WELL PAD AND OR ACCESS ROAD AT LEAST TWO (2) WORKING DAYS PRIOR TO CONSTRUCTION

|                  |          |    |          |      |    |
|------------------|----------|----|----------|------|----|
| REVISION         | DATE     | BY | REVISION | DATE | BY |
| LOCATION RESTAKE | 11/29/08 | GV |          |      |    |

**Daggett Enterprises, Inc.**  
Surveying and Oil Field Services  
P O Box 510 Farmington, NM 87499  
Phone (505) 326-1772 ; Fax (505) 326-6019  
NEW MEXICO L.S. No. 8894

CADFILE CR994.CFB  
DATE 08/26/08

DRAWN BY B K  
ROW CR994





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

### Report Summary

Friday November 18, 2011

Report Number: L546711


Samples Received: 11/15/11

Client Project:

Description: Breech D-240G

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

Entire Report Reviewed By:



Daphne Richards , ESC Representative

### Laboratory Certification Numbers

A2LA - 1461-01, AIHA - 100789, AL - 40660, CA - I-2327, CT - PH-0197, FL - E87487  
GA - 923, IN - C-TN-01, KY - 90010, KYUST - 0016, NC - ENV375/DW21704, ND - R-140  
NJ - TN002, NJ NELAP - TN002, SC - 84004, TN - 2006, VA - 00109, WV - 233  
AZ - 0612, MN - 047-999-395, NY - 11742, WI - 998093910, NV - TN000032008A,  
TX - T104704245, OK-9915, PA - 68-02979

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

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

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REPORT OF ANALYSIS

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

November 18, 2011

Date Received : November 15, 2011  
Description : Breech D-240G  
Sample ID : DRILL PIT  
Collected By : Joshua Kirchner  
Collection Date : 11/14/11 13:30

ESC Sample # : L546711-01

Site ID :

Project # :

| Parameter                    | Dry Result | Det. Limit | Units  | Method    | Date     | Dil. |
|------------------------------|------------|------------|--------|-----------|----------|------|
| Chloride                     | 170        | 11.        | mg/kg  | 9056      | 11/16/11 | 1    |
| Total Solids                 | 88.        |            | %      | 2540G     | 11/18/11 | 1    |
| Benzene                      | 0.0052     | 0.0028     | mg/kg  | 8021/8015 | 11/17/11 | 5    |
| Toluene                      | BDL        | 0.028      | mg/kg  | 8021/8015 | 11/17/11 | 5    |
| Ethylbenzene                 | 0.0084     | 0.0028     | mg/kg  | 8021/8015 | 11/17/11 | 5    |
| Total Xylene                 | 0.027      | 0.0086     | mg/kg  | 8021/8015 | 11/17/11 | 5    |
| TPH (GC/FID) Low Fraction    | BDL        | 0.57       | mg/kg  | GRO       | 11/17/11 | 5    |
| Surrogate Recovery-%         |            |            |        |           |          |      |
| a,a,a-Trifluorotoluene (FID) | 95.2       |            | % Rec. | 8021/8015 | 11/17/11 | 5    |
| a,a,a-Trifluorotoluene (PID) | 100.       |            | % Rec. | 8021/8015 | 11/17/11 | 5    |
| TPH (GC/FID) High Fraction   | 240        | 4.6        | mg/kg  | 3546/DRO  | 11/16/11 | 1    |
| Surrogate recovery(%)        |            |            |        |           |          |      |
| o-Terphenyl                  | 115.       |            | % Rec. | 3546/DRO  | 11/16/11 | 1    |

Results listed are dry weight basis.

BDL - Below Detection Limit

Det. Limit - Practical Quantitation Limit (PQL)

Note:

This report shall not be reproduced, except in full, without the written approval from ESC.

The reported analytical results relate only to the sample submitted

Reported: 11/18/11 16:02 Printed: 11/18/11 16:03

Summary of Remarks For Samples Printed  
11/18/11 at 16:03:07

TSR Signing Reports: 288  
R4 - Rush: Three Day

Sample: L546711-01 Account: XTORNM Received: 11/15/11 09:00 Due Date: 11/18/11 00:00 RPT Date: 11/18/11 16:02



YOUR LAB OF CHOICE

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Quality Assurance Report  
Level II

L546711

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

Tax I.D 62-0814289

Est. 1970

November 18, 2011

| Analyte                                   | Result  | Laboratory Blank<br>Units % Rec | Limit  | Batch                | Date Analyzed                    |
|---|---------|---------------------------------|--------|----------------------|----------------------------------|
| TPH (GC/FID) High Fraction<br>o-Terphenyl | < 4     | ppm<br>% Rec. 95.49             | 50-150 | WG565703<br>WG565703 | 11/16/11 03:51<br>11/16/11 03:51 |
| Chloride                                  | < 10    | mg/kg                           |        | WG565812             | 11/16/11 10:42                   |
| Benzene                                   | < .0005 | mg/kg                           |        | WG566114             | 11/17/11 17:30                   |
| Ethylbenzene                              | < .0005 | mg/kg                           |        | WG566114             | 11/17/11 17:30                   |
| Toluene                                   | < .005  | mg/kg                           |        | WG566114             | 11/17/11 17:30                   |
| TPH (GC/FID) Low Fraction                 | < .1    | mg/kg                           |        | WG566114             | 11/17/11 17:30                   |
| Total Xylene                              | < .0015 | mg/kg                           |        | WG566114             | 11/17/11 17:30                   |
| a,a,a-Trifluorotoluene(FID)               |         | % Rec. 94.69                    | 59-128 | WG566114             | 11/17/11 17:30                   |
| a,a,a-Trifluorotoluene(PID)               |         | % Rec 101.0                     | 54-144 | WG566114             | 11/17/11 17:30                   |
| Total Solids                              | < 1     | %                               |        | WG565883             | 11/18/11 14:21                   |

| Analyte      | Units | Result | Duplicate<br>Duplicate | RPD   | Limit | Ref Samp   | Batch    |
|--------------|-------|--------|------------------------|-------|-------|------------|----------|
| Chloride     | mg/kg | 190.   | 200.                   | 6.72  | 20    | L546504-01 | WG565812 |
| Chloride     | mg/kg | 140.   | 150.                   | 3.39  | 20    | L546711-01 | WG565812 |
| Total Solids | %     | 81.0   | 80.7                   | 0.909 | 5     | L546721-01 | WG565883 |

| Analyte                                   | Units | Laboratory Control Sample<br>Known Val Result | % Rec  | Limit         | Batch                                    |
|---|-------|---|--------|---------------|--|
| TPH (GC/FID) High Fraction<br>o-Terphenyl | ppm   | 60  | 48.5   | 80.9<br>105.8 | 50-150<br>50-150<br>WG565703<br>WG565703 |
| Chloride                                  | mg/kg | 200   | 201.   | 101.          | 85-115<br>WG565812                       |
| Benzene                                   | mg/kg | .05   | 0.0458 | 91.6          | 76-113<br>WG566114                       |
| Ethylbenzene                              | mg/kg | .05   | 0.0521 | 104.          | 78-115<br>WG566114                       |
| Toluene                                   | mg/kg | .05   | 0.0497 | 99.4          | 76-114<br>WG566114                       |
| Total Xylene                              | mg/kg | .15   | 0.154  | 103.          | 81-118<br>WG566114                       |
| a,a,a-Trifluorotoluene(PID)               |       |   |        | 98.34         | 54-144<br>WG566114                       |
| TPH (GC/FID) Low Fraction                 | mg/kg | 5.5   | 6.22   | 113.          | 67-135<br>WG566114                       |
| a,a,a-Trifluorotoluene(FID)               |       |   |        | 101.1         | 59-128<br>WG566114                       |
| Total Solids                              | %     | 50  | 50.0   | 100.          | 85-155<br>WG565883                       |

| Analyte                                   | Units | Laboratory Control Sample Duplicate<br>Result Ref %Rec | Limit            | RPD  | Limit | Batch                |
|---|-------|--|------------------|------|-------|----------------------|
| TPH (GC/FID) High Fraction<br>o-Terphenyl | ppm   | 47.4 48.5 79.0<br>96.24                                | 50-150<br>50-150 | 2.33 | 20    | WG565703<br>WG565703 |
| Chloride                                  | mg/kg | 205. 201. 102.   | 85-115           | 1.97 | 20    | WG565812             |
| Benzene                                   | mg/kg | 0.0464 0.0458 93.0                                     | 76-113           | 1.44 | 20    | WG566114             |

\* Performance of this Analyte is outside of established criteria.

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



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| Analyte                     | Units | Laboratory Control Sample Duplicate |        |       | Limit  | RPD   | Limit | Batch    |
|-----------------------------|-------|-------------------------------------|--------|-------|--------|-------|-------|----------|
|                             |       | Result                              | Ref    | %Rec  |        |       |       |          |
| Ethylbenzene                | mg/kg | 0.0520                              | 0.0521 | 104.  | 78-115 | 0.230 | 20    | WG566114 |
| Toluene                     | mg/kg | 0.0494                              | 0.0497 | 99.0  | 76-114 | 0.570 | 20    | WG566114 |
| Total Xylene                | mg/kg | 0.153                               | 0.154  | 102.  | 81-118 | 0.570 | 20    | WG566114 |
| a,a,a-Trifluorotoluene(PID) |       |                                     |        | 99.20 | 54-144 |       |       | WG566114 |
| TPH (GC/FID) Low Fraction   | mg/kg | 6.09                                | 6.22   | 111.  | 67-135 | 2.13  | 20    | WG566114 |
| a,a,a-Trifluorotoluene(FID) |       |                                     |        | 100.4 | 59-128 |       |       | WG566114 |

| Analyte                     | Units | Matrix Spike |         |     |       | Limit  | Ref Samp   | Batch    |
|-----------------------------|-------|--------------|---------|-----|-------|--------|------------|----------|
|                             |       | MS Res       | Ref Res | TV  | % Rec |        |            |          |
| Chloride                    | mg/kg | 561.         | 52.0    | 500 | 102   | 80-120 | L546717-03 | WG565812 |
| Benzene                     | mg/kg | 0.223        | 0       | 05  | 89.2  | 32-137 | L547150-01 | WG566114 |
| Ethylbenzene                | mg/kg | 0.261        | 0       | .05 | 104.  | 10-150 | L547150-01 | WG566114 |
| Toluene                     | mg/kg | 0.249        | 0       | .05 | 99.4  | 20-142 | L547150-01 | WG566114 |
| Total Xylene                | mg/kg | 0.781        | 0       | 15  | 104   | 16-141 | L547150-01 | WG566114 |
| a,a,a-Trifluorotoluene(PID) |       |              |         |     | 98.87 | 54-144 |            | WG566114 |
| TPH (GC/FID) Low Fraction   | mg/kg | 27.7         | 0       | 5.5 | 100   | 55-109 | L547150-01 | WG566114 |
| a,a,a-Trifluorotoluene(FID) |       |              |         |     | 100.7 | 59-128 |            | WG566114 |

| Analyte                     | Units | Matrix Spike Duplicate |       |       | Limit  | RPD  | Limit | Ref Samp   | Batch    |
|-----------------------------|-------|------------------------|-------|-------|--------|------|-------|------------|----------|
|                             |       | MSD                    | Ref   | %Rec  |        |      |       |            |          |
| Chloride                    | mg/kg | 548.                   | 561.  | 99.2  | 80-120 | 2.34 | 20    | L546717-03 | WG565812 |
| Benzene                     | mg/kg | 0.207                  | 0.223 | 82.9  | 32-137 | 7.34 | 39    | L547150-01 | WG566114 |
| Ethylbenzene                | mg/kg | 0.231                  | 0.261 | 92.4  | 10-150 | 12.0 | 44    | L547150-01 | WG566114 |
| Toluene                     | mg/kg | 0.222                  | 0.249 | 89.0  | 20-142 | 11.1 | 42    | L547150-01 | WG566114 |
| Total Xylene                | mg/kg | 0.696                  | 0.781 | 92.9  | 16-141 | 11.5 | 46    | L547150-01 | WG566114 |
| a,a,a-Trifluorotoluene(PID) |       |                        |       | 97.76 | 54-144 |      |       |            | WG566114 |
| TPH (GC/FID) Low Fraction   | mg/kg | 26.4                   | 27.7  | 96.0  | 55-109 | 4.65 | 20    | L547150-01 | WG566114 |
| a,a,a-Trifluorotoluene(FID) |       |                        |       | 99.58 | 59-128 |      |       |            | WG566114 |

Batch number /Run number / Sample number cross reference

WG565703: R1933333: L546711-01  
WG565812: R1934914: L546711-01  
WG566114: R1936092: L546711-01  
WG565883: R1937415: L546711-01

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



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

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

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

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

Company Name/Address

**XTO ENERGY, INC.****382 County Road 3100  
AZTEC, NM 87410**

Alternate Billing

Analysis/Container/Preservative

**C200**Chain of Custody  
Page \_\_\_ of \_\_\_

Report to James McDaniel

E-mail to james\_mcdaniel@xtoenergy.com

Prepared by

**ENVIRONMENTAL  
SCIENCE CORP**

12065 Lebanon Road

Mt. Juliet TN 37122

Phone (615)758-5858

Phone (800) 767-5859

FAX (615)758-5859

Project Description

**BREECH D # 240 G**

City/State Collected

PHONE 505-333-3701

Client Project No.

Lab Project #

FAX

Collected by Joshua Kirchner

Site/Facility ID#

P O #

Collected by (signature)

**Rush?**

(Lab MUST be Notified)

\_\_\_ Next Day 100%

\_\_\_ Two Day 50%

\_\_\_ X Three Day 25%

Date Results Needed

No

Email? \_\_\_ No \_\_\_ X \_\_\_ Yes

FAX? \_\_\_ No \_\_\_ Yes

Packed on Ice N \_\_\_ Y \_\_\_

Sample ID

Comp/Grab

Matrix

Depth

Date

Time

Cntrs

TPH 8015

BTEX 8021

Chloride

CoCode

(lab use only)

**XTORNM**

Template/Prelogin

Shipped Via: Fed. Ex

Remarks/contaminant

Sample # (lab only)

**DRILL PIT****COMP****SOIL****11/14/11****1330****X****X****X****1546711-01**

Matrix SS-Soil/Solid GW-Groundwater WW-Wastewater DW-Drinking Water OT- Other \_\_\_\_\_

pH \_\_\_\_\_ Temp \_\_\_\_\_

Remarks "ONLY 1 COC Per Site!!" please CC results to joshua@nelsonreveg.com

|                             |       |      |                                 |  |                  |                |
|-----------------------------|-------|------|---------------------------------|--|------------------|----------------|
| Relinquisher by (Signature) | Date  | Time | Received by (Signature)         | Samples returned via FedEx X UPS Other | Condition        | (lab use only) |
|                             | 11/14 | 1700 |                                 | 43419819 3940                          |                  |                |
| Relinquisher by (Signature) | Date  | Time | Received by (Signature)         | Temp                                   | Bottles Received |                |
|                             |       |      |                                 | 3.9°C                                  | 1402             |                |
| Relinquisher by (Signature) | Date  | Time | Received for lab by (Signature) | Date                                   | Time             | pH Checked     |
|                             |       |      |                                 | 11/15/11                               | 0900             | NCF            |

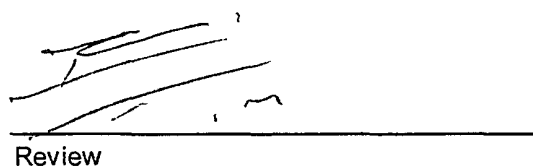
|                      |           |                  |            |
|----------------------|-----------|------------------|------------|
| Client:              | XTO       | Project #:       | 98031-0528 |
| Sample ID:           | Drill Pit | Date Reported:   | 11-18-11   |
| Laboratory Number:   | 60303     | Date Sampled:    | 11-14-11   |
| Chain of Custody No: | 12941     | Date Received:   | 11-14-11   |
| Sample Matrix:       | Soil      | Date Extracted:  | 11-15-11   |
| Preservative:        | Cool      | Date Analyzed:   | 11-15-11   |
| Condition:           | Intact    | Analysis Needed: | TPH-418.1  |

| Parameter                    | Concentration<br>(mg/kg) | Det.<br>Limit<br>(mg/kg) |
|------------------------------|--------------------------|--------------------------|
| Total Petroleum Hydrocarbons | 180                      | 40.3                     |

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: **Breech D #240G**

  
Analyst  
Review



# EPA METHOD 418.1

## TOTAL PETROLEUM HYDROCARBONS

### QUALITY ASSURANCE REPORT

|                    |                       |                  |          |
|--------------------|-----------------------|------------------|----------|
| Client:            | QA/QC                 | Project #:       | N/A      |
| Sample ID:         | QA/QC                 | Date Reported:   | 11-16-11 |
| Laboratory Number: | 11-15-TPH.QA/QC 60301 | Date Sampled:    | N/A      |
| Sample Matrix:     | Freon-113             | Date Analyzed:   | 11-15-11 |
| Preservative:      | N/A                   | Date Extracted:  | 11-15-11 |
| Condition:         | N/A                   | Analysis Needed: | TPH      |

| Calibration | I-Cal Date | C-Cal Date | I-Cal RF | C-Cal RF | % Difference | Accept Range |
|-------------|------------|------------|----------|----------|--------------|--------------|
|             | 10-18-11   | 11-15-11   | 1,800    | 1,850    | 2.8%         | +/- 10%      |

| Blank Conc. (mg/Kg) | Concentration | Detection Limit |
|---------------------|---------------|-----------------|
| TPH                 | ND            | 40.3            |

| Duplicate Conc. (mg/Kg) | Sample | Duplicate | % Difference | Accept Range |
|-------------------------|--------|-----------|--------------|--------------|
| TPH                     | 238    | 252       | 6.1%         | +/- 30%      |

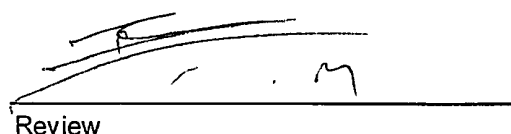
| Spike Conc. (mg/Kg) | Sample | Spike Added | Spike Result | % Recovery | Accept Range |
|---------------------|--------|-------------|--------------|------------|--------------|
| TPH                 | 238    | 2,000       | 2,450        | 109%       | 80 - 120%    |

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.

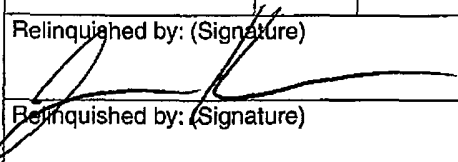

Comments: QA/QC for Samples 60301, 60303, 60321-60324

  
 Analyst

  
 Review

# CHAIN OF CUSTODY RECORD

12941

| Client:<br><b>XTO</b>  |              |             | Project Name / Location:<br><b>BREECH D #240 G</b> |                   |                          |                                       | ANALYSIS / PARAMETERS |   |                   |               |                |     |               |          |             |          |             |               |  |  |
|--|--------------|-------------|--|-------------------|--------------------------|---------------------------------------|-----------------------|---|-------------------|---------------|----------------|-----|---------------|----------|-------------|----------|-------------|---------------|--|--|
| Client Address:  |              |             | Sampler Name:<br><b>JOSH KIRCHNER</b>              |                   |                          |                                       | TPH (Method 8015)     | BTEX (Method 8021)  | VOC (Method 8260) | PCRA 8 Metals | Cation / Anion | RCI | TCLP with H/P | PAH      | TPH (418.1) | CHLORIDE | Sample Cool | Sample Intact |  |  |
| Client Phone No.:<br><b>787 0519</b>   |              |             | Client No.:<br><b>98031-0528</b>                   |                   |                          |                                       |                       |   |                   |               |                |     |               |          |             |          |             |               |  |  |
| Sample No./ Identification   | Sample Date  | Sample Time | Lab No.  | Sample Matrix     | No./Volume of Containers | Preservative<br>HgCl <sub>2</sub> HCl |                       |   |                   |               |                |     |               |          |             |          |             |               |  |  |
| <b>DRILL PIT</b>   | <b>11-14</b> | <b>1330</b> | <b>60303</b>                                       | <b>Soil Solid</b> | <b>Sludge Aqueous</b>    |                                       |                       |   |                   |               |                |     |               |          |             |          |             |               |  |  |
|  |              |             |  | 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)   |              |             |  |                   |                          | Date                                  | Time                  | Received by: (Signature)  |                   |               |                |     |               | Date     | Time        |          |             |               |  |  |
|  |              |             |  |                   |                          | 11-14-11                              | 1435                  |  |                   |               |                |     |               | 11/14/11 | 1435        |          |             |               |  |  |
| Relinquished by: (Signature)   |              |             |  |                   |                          |                                       |                       | Received by: (Signature)  |                   |               |                |     |               |          |             |          |             |               |  |  |
| Relinquished by: (Signature)   |              |             |  |                   |                          |                                       |                       | Received by: (Signature)  |                   |               |                |     |               |          |             |          |             |               |  |  |



**envirotech**  
Analytical Laboratory

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



Malia Villers/FAR/CTOC

01/14/2011 01:17 PM

To Mark Kelly

cc

bcc

Subject Breech D #240G Revision

RE: Breech D #240G  
Sec. 15 (D), T26N-R6W, Rio Arriba County

Dear Mr. Kelly,

This submittal is pursuant to Rule 19.15.17.13 requiring operators to notify surface owners of on site burial of temporary pits. XTO Energy Inc. (XTO) is hereby providing written documentation of our intention to close the temporary pit associated with the aforementioned location by means of in place burial

Should you have any questions or require additional information please feel free to contact me at your earliest convenience (505) 333-3100.

Malia Villers  
Permitting Tech  
XTO Energy Inc.  
505-333-3100  
Direct: 505-333-3698  
malia\_villers@xtoenergy.com



James McDaniel /FAR/CTOC  
12/01/2011 12:14 PM

To brandon.powell@state.nm.us  
cc  
bcc Brent Beaty/FAR/CTOC@CTOC  
Subject Drill Pit Closure Notification

Brandon,

Please accept this email as the required notification for temporary pit closure activities at the following well sites:

Breach A #136G (API #30-039-30705) located in Unit G, Section 10, Township 26N, Range 6W, Rio Arriba County, New Mexico

Breach D #240G (API #30-039-31013) located in Unit D, Section 15, Township 26N, Range 6W, San Juan County, New Mexico

Closure activities are scheduled to begin next week. Thank you for your time in regards to this matter.



***James McDaniel, CHMM #15676***

**EH&S Supervisor**

**XTO Energy, Inc.**

Office # 505-333-3701

Cell # 505-787-0519

James.McDaniel@xtoenergy.com



James McDaniel /FAR/CTOC  
12/01/2011 12:15 PM

To Mark\_Kelly@blm.gov  
cc  
bcc Brent Beaty/FAR/CTOC@CTOC  
Subject Drill Pit Closure notifications

Mark,

Please accept this email as the required notification for temporary pit closure activities at the following well sites:

Breach A #136G (API #30-039-30705) located in Unit G, Section 10, Township 26N, Range 6W, Rio Arriba County, New Mexico

Breach D #240G (API #30-039-31013) located in Unit D, Section 15, Township 26N, Range 6W, San Juan County, New Mexico

Closure activities are scheduled to begin next week. Thank you for your time in regards to this matter.



***James McDaniel, CHMM #15676***

**EH&S Supervisor**

**XTO Energy, Inc.**

**Office # 505-333-3701**

**Cell # 505-787-0519**

**James\_McDaniel@xtoenergy.com**

# TEMPORARY PIT INSPECTION FORM

**Well Name:** Breech D 240-G

**API No.:** 30-039-31013

**Legals:**

**Sec:** 15 D

**Township:** 26 N

**Range:** 6 W

**Lat:** 36° 29' 31.06204" N **Long:** 107° 27' 36.53085" W

| Inspector's   | Inspection | Any visible<br>liner | Any fluid<br>seeps/ | HC's on top of  | Temp. pit<br>free of misc    | Discharge line  | Fence           | Any dead             |
|---------------|------------|----------------------|---------------------|-----------------|------------------------------|-----------------|-----------------|----------------------|
| Name          | Date       | breeches<br>(Y/N)    | spills (Y/N)        | temp. pit (Y/N) | solid waste/<br>debris (Y/N) | integrity (Y/N) | integrity (Y/N) | wildlife/stock (Y/N) |
| Luke McCollum | 10/7/2011  | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 10/12/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 10/17/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 10/27/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 11/3/2011  | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 11/11/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Brent Beaty   | 11/18/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 11/22/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 11/29/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Brent Beaty   | 12/8/2011  | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Brent Beaty   | 12/22/2011 | N                    | N                   | N               | Y                            | NA              | Y               | N                    |
| Luke McCollum | 12/28/2011 | Reserve Pit Closed   |                     |                 |                              |                 |                 |                      |
|               |            |                      |                     |                 |                              |                 |                 |                      |
|               |            |                      |                     |                 |                              |                 |                 |                      |
|               |            |                      |                     |                 |                              |                 |                 |                      |

**Notes:**

Provide Detailed Description:

**Misc:**

Submit 1 Copy To Appropriate District  
Office  
District I  
1625 N French Dr, Hobbs, NM 88240  
District II  
1301 W Grand Ave, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd, Aztec, NM 87410  
District IV  
1220 S St Francis Dr, Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
October 13, 2009

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO.  
**30-039-31013**

5. Indicate Type of Lease  
STATE ☐ FEE ☐

6 State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name  
**Breech D**

8. Well Number **240G**

9. OGRID Number **5380**

10. Pool name or Wildcat

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A  
DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH  
PROPOSALS)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other

2. Name of Operator **XTO Energy, Inc.**

3. Address of Operator  
**382 County Road 3100, Aztec, New Mexico 87410**

4. Well Location

Unit Letter **D** **915** feet from the **North** line and **1010** feet from the **West** line  
Section **15** Township **26N** Range **6W** NMPM **Rio Arriba** County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
**6493 Feet**

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: **Reseed Drill Pit Area** ☒

13 Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The reclaimed area was reseeded using the BLM +10 Seed Mix on April 2, 2012.

Spud Date:

**9/9/2011**

Rig Release Date:

**10/4/2011**

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

*Logan Hixon*

TITLE

**EH&S Technician**

DATE

**5/16/12**

Type or print name **Logan Hixon**

E-mail address: **Logan.Hixon@xtoenergy.com**

PHONE: **505-333-3683**

**For State Use Only**

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):

XTO Energy, Inc.  
Breach D #240G  
Section 15, Township 26N, Range 6W  
Closure Date 3/12/12



Photo 1: Breach D #240G after Reclamation



Photo 2: Breach D #240G after Reclamation



XTO Energy, Inc.  
Breach D #240G  
Section 15, Township 26N, Range 6W  
Closure Date 3/12/12

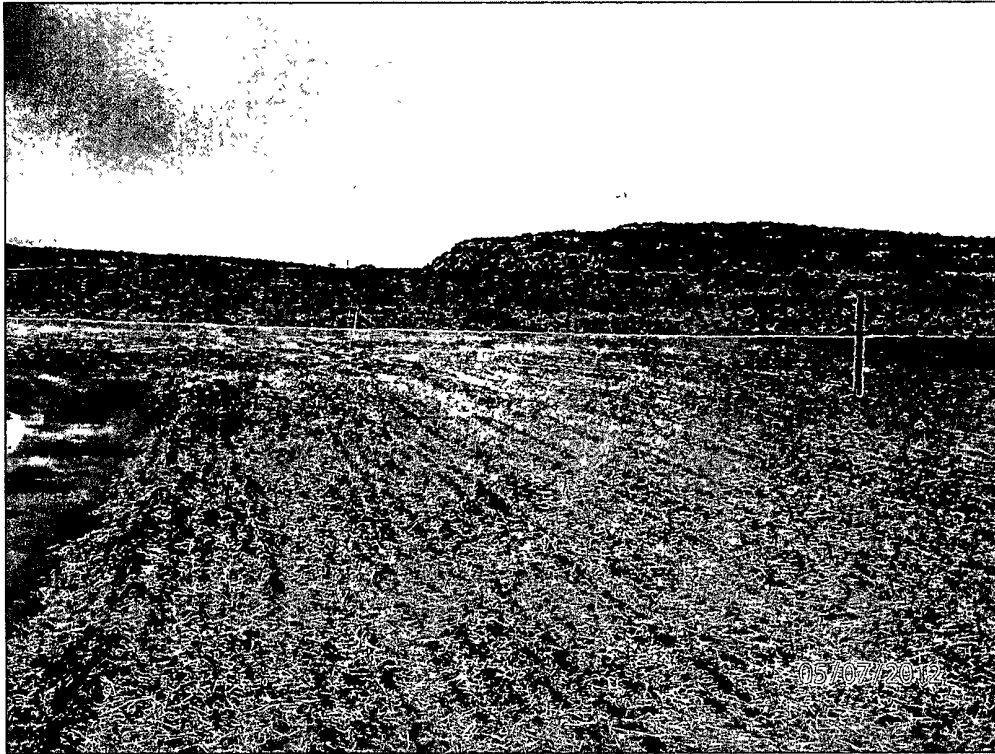


Photo 3: Breach D #240G after Reclamation



Photo 4: Breach D #240G after Reclamation