

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

State of New Mexico  
Energy Minerals and Natural Resources  
Department  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-144  
July 21, 2008

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.  
For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

2008 NOV 29 AM 11 27

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

7363  
45-31712

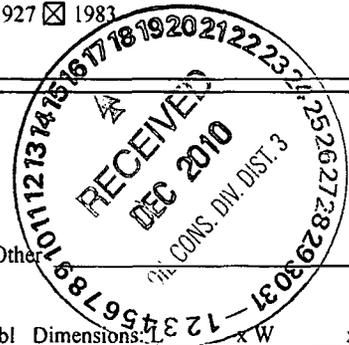
Type of action:  Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method  
Existing BGT  Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method  
 Modification to an existing permit  
 Closure plan only submitted for an existing permitted 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: GALLEGOS FEDERAL 26 13 1 #1S  
API Number: 30-045-31712 OCD Permit Number: \_\_\_\_\_  
U/L or Qtr/Qtr I Section 01 Township 26N Range 13W County: San Juan  
Center of Proposed Design: Latitude 3651562 Longitude 108.16467 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 \_\_\_\_\_ mil  LLDPE  HDPE  PVC  Other \_\_\_\_\_  
 String-Reinforced  
Liner Seams:  Welded  Factory  Other \_\_\_\_\_ Volume: \_\_\_\_\_ bbl Dimensions: \_\_\_\_\_ x W \_\_\_\_\_ x D \_\_\_\_\_



3.  **Closed-loop System:** Subsection H of 19.15.17.11 NMAC  
Type of Operation:  P&A  Drilling a new well  Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)  
 Drying Pad  Above Ground Steel Tanks  Haul-off Bins  Other \_\_\_\_\_  
 Lined  Unlined Liner type: Thickness \_\_\_\_\_ mil  LLDPE  HDPE  PVC  Other \_\_\_\_\_  
Liner Seams:  Welded  Factory  Other \_\_\_\_\_

4.  **Below-grade tank:** Subsection I of 19.15.17.11 NMAC  
Volume: 120 bbl Type of fluid: Produced Water  
Tank Construction material: Steel  
 Secondary containment with leak detection  Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off  
 Visible sidewalls and liner  Visible sidewalls only  Other Visible sidewalls, vaulted, automatic high-level shut off, no liner  
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.

20

6. **Fencing:** Subsection D of 19.15.17.11 NMAC (*Applies to permanent pits, temporary pits, and below-grade tanks*)

Chain link, six feet in height, two strands of barbed wire at top (*Required if located within 1000 feet of a permanent residence, school, hospital, institution or church*)

Four foot height, four strands of barbed wire evenly spaced between one and four feet

Alternate. Please specify Four foot height, steel mesh field fence (hogwire) with pipe top railing

7. **Netting:** Subsection E of 19.15.17.11 NMAC (*Applies to permanent pits and permanent open top tanks*)

Screen  Netting  Other Expanded metal or solid vaulted top

Monthly inspections (If netting or screening is not physically feasible)

8. **Signs:** Subsection C of 19.15.17.11 NMAC

12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers

Signed in compliance with 19.15.3.103 NMAC

9. **Administrative Approvals and Exceptions:**  
 Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.  
 Please check a box if one or more of the following is requested, if not leave blank:

Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau office for consideration of approval.

Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

10. **Siting Criteria (regarding permitting):** 19.15.17.10 NMAC  
*Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above-grade tanks associated with a closed-loop system.*

Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within a 100-year floodplain. - FEMA map	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

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

Will any of the proposed closed-loop system operations and associated activities occur on or in areas that *will not* be used for future service and operations?  
 Yes (If yes, please provide the information below)  No

*Required for impacted areas which will not be used for future service and operations:*  
 Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC  
 Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC  
 Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

17. **Siting Criteria (regarding on-site closure methods only):** 19.15.17.10 NMAC  
**Instructions:** Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.

Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within a 100-year floodplain. - FEMA map	<input type="checkbox"/> Yes <input type="checkbox"/> No

18. **On-Site Closure Plan Checklist:** (19.15.17.13 NMAC) **Instructions:** Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.

Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC  
 Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC  
 Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC  
 Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.11 NMAC  
 Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC  
 Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC  
 Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC  
 Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)  
 Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC  
 Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC  
 Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

19. **Operator Application Certification:**  
 I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.

Name (Print): Kim Champlin Title: Environmental Representative

Signature: *Kim Champlin* Date: 11/18/04

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

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

OCD Representative Signature: *[Signature]* Approval Date: 12/13/10

Title: Environmental Engineer OCD Permit Number: \_\_\_\_\_

21. **Closure Report (required within 60 days of closure completion):** Subsection K of 19.15.17.13 NMAC  
*Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.*

Closure Completion Date: 11/29/10

22. **Closure Method:**

Waste Excavation and Removal  On-Site Closure Method  Alternative Closure Method  Waste Removal (Closed-loop systems only)

If different from approved plan, please explain.

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

24. **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) attached

Proof of Deed Notice (required for on-site closure)

Plot Plan (for on-site closures and temporary pits)

Confirmation Sampling Analytical Results (if applicable) attached

Waste Material Sampling Analytical Results (required for on-site closure)

Disposal Facility Name and Permit Number attached

Soil Backfilling and Cover Installation Per OCD Specifications

Re-vegetation Application Rates and Seeding Technique Per BLM MOU

Site Reclamation (Photo Documentation) attached

On-site Closure Location: Latitude \_\_\_\_\_ Longitude \_\_\_\_\_ NAD:  1927  1983

25. **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): James McDaniel Title: EHS Specialist

Signature: *James McDaniel* Date: 12/14/10

e-mail address: James-McDaniel@xtoenergy.com Telephone: 505-333-3701

District I  
1625 N. French Dr., Hobbs, NM 88240  
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State of New Mexico  
Energy Minerals and Natural Resources

Form C-141  
Revised October 10, 2003

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

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: James McDaniel
Address: 382 Road 3100, Aztec, New Mexico 87410		Telephone No.: (505) 333-3701
Facility Name: Gallegos Federal 26-13-1 #1S (30-045-31712)		Facility Type: Gas Well (Fruitland)
Surface Owner: Federal	Mineral Owner:	Lease No.:

**LOCATION OF RELEASE**

Unit Letter I	Section 1	Township 26N	Range 13W	Feet from the 2050	North/South Line FSL	Feet from the 900	East/West Line FEL	County San Juan
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Latitude: 36.51562 Longitude: -108.16467

**NATURE OF RELEASE**

Type of Release: Produced Water	Volume of Release: unknown	Volume Recovered: unknown
Source of Release: Below Grade Tank	Date and Hour of Occurrence: unknown	Date and Hour of Discovery: NA
Was Immediate Notice Given? <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? <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.\*

The below grade tank was taken out of service at the Gallegos Federal 26-13-1 #1Swell site due to the plugging and abandoning of this well site. A composite sample was collected beneath the location of the on-site BGT, and submitted for laboratory analysis for TPH via USEPA Method 418.1 and 8015, benzene and BTEX via USEPA Method 8021, and for total chlorides. The sample returned results below the 'Pit Rule' spill confirmation standards, for TPH via USEPA Method 418.1 and for benzene and BTEX. However, the sample returned results above the 250 ppm total chloride standard at 490 ppm, confirming that a release has occurred.

Describe Area Affected and Cleanup Action Taken.\*

Once it was determined that a release had occurred, the site was ranked a 20 according to the NMOCD Guidelines for the Remediation of Leaks, Spills and Releases due to a wash at less than 200 feet from the well site. This set the closure standards to 100 ppm TPH, 10 ppm benzene, and 50 ppm total BTEX. No chloride standard is cited in the NMOCD Guidelines for the Remediation of Leaks, Spills and Releases. The sample returned results below the regulatory standards for all constituents analyzed. No further action is required. Analytical results are attached for your reference.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature: 		<b>OIL CONSERVATION DIVISION</b>	
Printed Name: James McDaniel		Approved by District Supervisor:	
Title: EH&S Specialist		Approval Date:	Expiration Date:
E-mail Address: James_McDaniel@xtoenergy.com		Conditions of Approval:	
Date: 12/14/2010	Phone: 505-333-3701	Attached <input type="checkbox"/>	

\* Attach Additional Sheets If Necessary

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

**Lease Name: Gallegos Federal 26-13-1 #1S**

**API No.: 30-045-31712**

**Description: Unit I, Section 1, Township 26N, Range 13W, San Juan County**

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

## **General Plan**

1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.  
**Closure Date is November 29, 2010**
2. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.  
**Closure Date is November 29, 2010**
3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.  
**Required C-144 Form is attached to this document.**
4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:
  - Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B
    - Soil contaminated by exempt petroleum hydrocarbons
    - Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes
  - Basin Disposal Permit No. NM01-005
    - Produced water**All liquids and sludge were removed from the tank prior to closure activities.**
5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.  
**XTO has removed the below grade tank, and will dispose of it at a division approved facility, or recycle, reclaim or reuse it in a manner that is approved by the division.**

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

**All equipment has been removed due to the plugging and abandoning of the Gallegos Federal 26-13-1 #1S well site.**

7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

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

Components	Test Method	Limit (mg/Kg)	Results
Benzene	EPA SW-846 8021B or 8260B	0.2	<b>BDL mg/kg</b>
BTEX	EPA SW-846 8021B or 8260B	50	<b>BDL mg/kg</b>
TPH	EPA SW-846 418.1	100	<b>47.8 mg/kg</b>
Chlorides	EPA 300.1	250 or background	<b>490 mg/kg</b>

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

**Due to a chloride level of 490 ppm, it has been determined that a release has occurred at this location. The site was then ranked a 20 according to the NMOCD Guidelines for the Remediation of Leaks, Spills and Releases due to a wash at less than 200 feet from the well site. This set the closure standard to 100 ppm TPH, 10 ppm benzene, and 50 ppm total BTEX. The NMOCD Guidelines for the Remediation of Leaks, Spills and Releases does not cite a closure standard for chlorides. The sample returned results below the regulatory standards for all constituents analyzed. No further action is required.**

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

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

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

The notification will include the following:

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

**Notification was provided to Mr. Brandon Powell with the Aztec office of the OCD via email on November 22, 2010; see attached email printout.**

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

**The surface owner was notified on November 22, 2010; see attached letter and return receipt.**

11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be placed in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.  
**The site has been recontoured to match the above mentioned specifications.**
12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.  
**The site has been backfilled to match these specifications.**
13. XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.  
**The location will be reclaimed pursuant to the BLM MOU.**
14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
  - i. Proof of closure notice to division and surface owner; **attached**
  - ii. Details on capping and covering, where applicable; **per OCD Specifications**
  - iii. Inspection reports; **None Found**
  - iv. Confirmation sampling analytical results; **attached**
  - v. Disposal facility name(s) and permit number(s); **see above**
  - vi. Soil backfilling and cover installation; **per OCD Specifications**
  - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable); **Per BLM MOU**
  - viii. Photo documentation of the site reclamation. **attached**



Client:	XTO Energy	Project #:	98031-0528
Sample ID:	BGT Closure Composite	Date Reported:	11-03-10
Laboratory Number:	56373	Date Sampled:	11-02-10
Chain of Custody No:	10648	Date Received:	11-02-10
Sample Matrix:	Soil	Date Extracted:	11-03-10
Preservative:	Cool	Date Analyzed:	11-03-10
Condition:	Intact	Analysis Needed:	TPH-418.1

Parameter	Concentration (mg/kg)	Det. Limit (mg/kg)
<b>Total Petroleum Hydrocarbons</b>	<b>47.8</b>	<b>11.0</b>

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: **Gallegos Federal 26-13-1 #1S**

Analyst

Review

Client:	QA/QC	Project #:	N/A
Sample ID:	QA/QC	Date Reported:	11-03-10
Laboratory Number:	11-03-TPH.QA/QC 56362	Date Sampled:	N/A
Sample Matrix:	Freon-113	Date Analyzed:	11-03-10
Preservative:	N/A	Date Extracted:	11-03-10
Condition:	N/A	Analysis Needed:	TPH

Calibration	I-Cal Date	C-Cal Date	I-Cal RF	C-Cal RF	% Difference	Accept. Range
	10-28-10	11-03-10	1,610	1,610	0.0%	+/- 10%

Blank Conc. (mg/Kg)	Concentration	Detection Limit
TPH	ND	11.0

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept. Range
TPH	113	123	8.6%	+/- 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept. Range
TPH	113	2,000	1,840	87.1%	80 - 120%

ND = Parameter not detected at the stated detection limit.

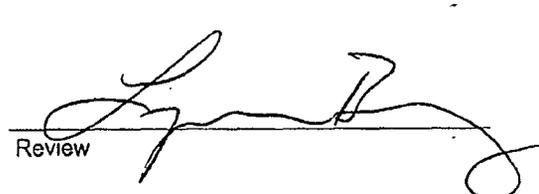
References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: QA/QC for Samples 56362, 56372-56376




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Analyst

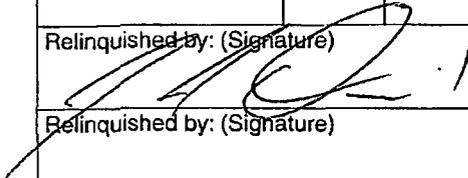



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Review

# CHAIN OF CUSTODY RECORD

10648

Client: <b>XTO Energy</b>		Project Name / Location: <b>Gallegos Federal 26-13-1 #15</b>			ANALYSIS / PARAMETERS																			
Client Address: <b>382 CR 3100</b>		Sampler Name: <b>J McDaniel</b>			TPH (Method 8015)	BTEX (Method 8021)	VOC (Method 8260)	RCRA 8 Metals	Cation / Anion	RCI	TCLP with H/P	PAH	TPH (418.1)	CHLORIDE					Sample Cool	Sample Intact				
Client Phone No.: <b>787-0519</b>		Client No.: <b>98031-0528</b>																						
Sample No./ Identification	Sample Date	Sample Time	Lab No.	Sample Matrix	No./Volume of Containers	Preservative																		
<b>BGT Closure Composite</b>	<b>11/2/10</b>	<b>13<sup>35</sup></b>	<b>56373</b>	<b>Soil Solid</b>	<b>Sludge Aqueous</b>	<b>1/4oz</b>																		
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
				<b>Soil Solid</b>	<b>Sludge Aqueous</b>																			
Relinquished by: (Signature) 				Date	Time	Received by: (Signature) 				Date	Time													
Relinquished by: (Signature)						Received by: (Signature)																		
Relinquished by: (Signature)						Received by: (Signature)																		
<div style="display: flex; justify-content: space-between; align-items: center;"> <span><b>No RUSH</b></span> <div style="text-align: center;">  <p><b>envirotech</b> Analytical Laboratory</p> </div> </div>																								



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Tax I.D. 62-0814289

Est. 1970

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

### Report Summary

Thursday November 18, 2010

Report Number: L487228

Samples Received: 11/04/10

Client Project:

Description: Gallegos Federal 26-13-1 1S

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:

T. Alan Harvill , ESC Representative

#### Laboratory Certification Numbers

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

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

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

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REPORT OF ANALYSIS

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

November 18, 2010

Date Received : November 04, 2010  
 Description : Gallegos Federal 26-13-1 1S  
 Sample ID : BGT CLOSURE COMPOSITE  
 Collected By : James McDaniel  
 Collection Date : 11/02/10 13:35

ESC Sample # : L487228-01

Site ID : GALLEGOS FEDERAL 26-13

Project # :

Parameter	Dry Result	Det. Limit	Units	Method	Date	Dil.
Chloride	490	11.	mg/kg	9056	11/09/10	1
Total Solids	91.8		%	2540G	11/10/10	1
Benzene	BDL	0.0027	mg/kg	8021/8015	11/05/10	5
Toluene	BDL	0.027	mg/kg	8021/8015	11/05/10	5
Ethylbenzene	BDL	0.0027	mg/kg	8021/8015	11/05/10	5
Total Xylene	BDL	0.0082	mg/kg	8021/8015	11/05/10	5
TPH (GC/FID) Low Fraction	BDL	0.54	mg/kg	GRO	11/05/10	5
Surrogate Recovery-%						
a,a,a-Trifluorotoluene(FID)	96.2		% Rec.	8021/8015	11/05/10	5
a,a,a-Trifluorotoluene(PID)	99.1		% Rec.	8021/8015	11/05/10	5
TPH (GC/FID) High Fraction	BDL	4.4	mg/kg	3546/DRO	11/12/10	1
Surrogate recovery(%)						
o-Terphenyl	74.7		% Rec.	3546/DRO	11/12/10	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: 11/15/10 11:11 Revised: 11/18/10 16:44



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XTO Energy - San Juan Division  
James McDaniel  
382 Road 3100

Aztec, NM 87410

Quality Assurance Report  
Level II

L487228

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November 18, 2010

Analyte	Result	Laboratory Blank		Limit	Batch	Date Analyzed
		Units	% Rec			
Benzene	< .0005	mg/kg			WG506981	11/05/10 12:01
Ethylbenzene	< .0005	mg/kg			WG506981	11/05/10 12:01
Toluene	< .005	mg/kg			WG506981	11/05/10 12:01
TPH (GC/FID) Low Fraction	< .1	mg/kg			WG506981	11/05/10 12:01
Total Xylene	< .0015	mg/kg			WG506981	11/05/10 12:01
a,a,a-Trifluorotoluene (FID)		% Rec.	97.00	59-128	WG506981	11/05/10 12:01
a,a,a-Trifluorotoluene (PID)		% Rec.	100.1	54-144	WG506981	11/05/10 12:01
Chloride	< 10	mg/kg			WG507230	11/09/10 09:13
Total Solids	< .1	%			WG507554	11/10/10 13:22
TPH (GC/FID) High Fraction	< 4	ppm			WG508057	11/12/10 08:42
o-Terphenyl		% Rec.	81.28	50-150	WG508057	11/12/10 08:42

Analyte	Units	Result	Duplicate		Limit	Ref Samp	Batch
			Duplicate	RPD			
Chloride	mg/kg	43.0	51.0	17.3	20	L486858-01	WG507230
Chloride	mg/kg	410.	380.	8.56	20	L487224-01	WG507230
Chloride	mg/kg	410.	380.	8.56	20	L487224-01	WG507230
Total Solids	%	64.0	65.3	1.50	5	L487248-05	WG507554

Analyte	Units	Laboratory Control Sample		% Rec	Limit	Batch
		Known Val	Result			
Benzene	mg/kg	.05	0.0543	109.	76-113	WG506981
Ethylbenzene	mg/kg	.05	0.0518	104.	78-115	WG506981
Toluene	mg/kg	.05	0.0536	107.	76-114	WG506981
Total Xylene	mg/kg	.15	0.154	103.	81-118	WG506981
a,a,a-Trifluorotoluene (FID)				96.03	59-128	WG506981
a,a,a-Trifluorotoluene (PID)				100.2	54-144	WG506981
TPH (GC/FID) Low Fraction	mg/kg	5.5	6.17	112.	67-135	WG506981
a,a,a-Trifluorotoluene (FID)				103.7	59-128	WG506981
a,a,a-Trifluorotoluene (PID)				98.07	54-144	WG506981
Chloride	mg/kg	200	200.	100.	85-115	WG507230
Total Solids	%	50	49.8	99.6	85-115	WG507554
TPH (GC/FID) High Fraction	ppm	60	48.0	80.0	50-150	WG508057
o-Terphenyl				78.12	50-150	WG508057

Analyte	Units	Result	Laboratory Control Sample Duplicate		Limit	RPD	Limit	Batch
			Ref	%Rec				
Benzene	mg/kg	0.0545	0.0543	109.	76-113	0.290	20	WG506981
Ethylbenzene	mg/kg	0.0512	0.0518	102.	78-115	1.22	20	WG506981
Toluene	mg/kg	0.0535	0.0536	107.	76-114	0.170	20	WG506981
Total Xylene	mg/kg	0.152	0.154	101.	81-118	1.37	20	WG506981
a,a,a-Trifluorotoluene (FID)				96.92	59-128			WG506981

\* 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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 James McDaniel  
 382 Road 3100

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Aztec, NM 87410

L487228

November 18, 2010

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Analyte	Units	Result	Ref	%Rec	Limit	RPD	Batch
a,a,a-Trifluorotoluene(FID)	mg/kg	6.18	6.17	100.4	54-144	0.140	20
TPH (GC/FID) Low Fraction	mg/kg	6.17	112	67-135	54-144	0.140	20
a,a,a-Trifluorotoluene(FID)	mg/kg	100.4	100.4	100.4	54-144	0.140	20
Chloride	mg/kg	200	200	100	85-115	0	20
TPH (GC/FID) High Fraction	ppm	48.8	48.0	81.0	50-150	1.62	20
o-Terphenyl	ppm	47.6	5.02	71.0	50-150	87.28	MG508057

Analyte	Units	MS Res	Ref Res	TV	% Rec	Limit	Ref Samp	Batch
Benzene	mg/kg	0.266	0	.05	106	32-137	L487211-02	MG506981
Ethylbenzene	mg/kg	0.238	0.00240	.05	94.3	10-150	L487211-02	MG506981
Toluene	mg/kg	0.253	0	.05	101	20-142	L487211-02	MG506981
Total Xylene	mg/kg	0.701	0.0140	.15	91.6	16-141	L487211-02	MG506981
a,a,a-Trifluorotoluene(FID)	mg/kg	26.7	0.240	5.5	99.77	59-128	L487211-02	MG506981
TPH (GC/FID) Low Fraction	mg/kg	26.7	0.240	96.2	54-144	59-128	L487211-02	MG506981
a,a,a-Trifluorotoluene(FID)	mg/kg	25.2	98.12	103.0	55-109	54-144	L487211-02	MG506981
TPH (GC/FID) High Fraction	ppm	47.6	5.02	71.0	59-128	54-144	L487918-04	MG508057
o-Terphenyl	ppm	47.6	5.02	87.28	50-150	87.28	L487918-04	MG508057

Analyte	Units	MSD	Ref	%Rec	Limit	RPD	Limit Ref Samp	Batch
Benzene	mg/kg	0.266	0.266	107	32-137	0.770	L487211-02	MG506981
Ethylbenzene	mg/kg	0.242	0.238	95.8	10-150	1.55	L487211-02	MG506981
Toluene	mg/kg	0.260	0.253	104	20-142	2.83	L487211-02	MG506981
Total Xylene	mg/kg	0.718	0.701	93.8	16-141	2.36	L487211-02	MG506981
a,a,a-Trifluorotoluene(FID)	mg/kg	25.2	99.53	96.41	59-128	46	L487211-02	MG506981
TPH (GC/FID) Low Fraction	mg/kg	25.2	99.53	102.1	54-144	5.96	L487211-02	MG506981
a,a,a-Trifluorotoluene(FID)	mg/kg	26.7	98.12	102.1	59-128	5.96	L487211-02	MG506981
Chloride	mg/kg	0	0	0	50-150	0	L487918-04	MG507230
TPH (GC/FID) High Fraction	ppm	45.6	47.6	67.6	50-150	4.29	L487918-04	MG508057
o-Terphenyl	ppm	45.6	47.6	79.16	50-150	4.29	L487918-04	MG508057

Batch number / Run number / Sample number cross reference

MG506981: R146009: L487228-01  
 MG507230: R1465393: L487228-01  
 MG507554: R1466871: L487228-01  
 MG508057: R1471491: L487228-01

\* 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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November 18, 2010

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.



James McDaniel /FAR/CTOC  
11/22/2010 11:07 AM

To brandon.powell@state.nm.us  
cc  
bcc

Subject Gallegos Federal 26-13-1 #1S BGT Closure

Brandon,

Please accept this email as the required notification for BGT closure activities at the Gallegos Federal 26-13-1 #1S well site (api # 30-045-31712) located in Unit I, Section 1, Township 26N, Range 13W, San Juan County, New Mexico. This BGT will no longer be used due to P&Aing of this well. Thank you for your time in regards to this matter.



**James McDaniel**  
EH&S Specialist  
XTO Energy, Inc.  
Office # 505-333-3701  
Cell # 505-787-0519



November 22, 2010

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

Re: Gallegos Federal 26-13-1 #1S  
Unit 1, Section 1, Township 26N, Range 13W, San Juan County, New Mexico

Dear Mr. Kelly,

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

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

Respectfully Submitted,

A handwritten signature in black ink, appearing to read 'J. McDaniel', written over a horizontal line.

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

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> <li>■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>■ Print your name and address on the reverse so that we can return the card to you.</li> <li>■ Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	<p>A. Signature <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p>
<p>1. Article Addressed to:</p> <p style="text-align: center;">BLM-FFO MARK KELLY 1235 LA PLATA HWY FARMINGTON, NM 87401</p>	<p>3. Service Type</p> <p><input type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number (Transfer from service label)</p>	<p>7010 0780 0001 6436 9338</p>

PS Form 3811, February 2004

Domestic Return Receipt

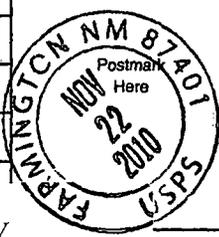
102595-02-M-1540

U.S. Postal Service™ 26-13-1 #15  
**CERTIFIED MAIL™ RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

Postage	\$	
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		



BLM-FFO  
 MARK KELLY  
 1235 LA PLATA HWY  
 FARMINGTON, NM 87401

PS see reverse for instructions

7010 0780 0001 6436 9338

XTO Energy, Inc.  
Gallegos Federal 26-13-1 #1S  
Section 1, Township 26N, Range 13W  
Closure Date 11/29/2010



Photo 1: Gallegos Federal 26-13-1 #1S after Backfill and Recontour (view 1)



Photo 2: Gallegos Federal 26-13-1 #1S after Backfill and Recontour (view 2)