District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 Revised June 6, 2013

For temporary pits, below-grade tanks, and multi-well fluid management pits, submit to the appropriate NMOCD District Office.

For permanent pits submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

Pit, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application
Type of action: Below grade tank registration OIL CONS. DIV DIST.
Permit of a pit or proposed alternative method Closure of a pit, below-grade tank, or proposed alternative method OCT 01 2015
☐ Modification to an existing permit/or registration ☐ Closure plan only submitted for an existing permitted or non-permitted pit, below-grade tank,
or proposed alternative method
Instructions: Please submit one application (Form C-144) per individual pit, 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 ordinary.
Operator: XTO Energy, Inc. OGRID #: 5380
Address: 382 Road 3100, Aztec, New Mexico 87410
Facility or well name: Federal A#3
API Number: 30-045-09249 OCD Permit Number:
U/L or Qtr/Qtr A Section 26 Township 30N Range 13W County: San Juan
Center of Proposed Design: Latitude 36.78844 Longitude -108.16877 NAD: ☐1927 ☒ 1983
Surface Owner: Stederal State Private Tribal Trust or Indian Allotment
2.
☐ Pit: Subsection F, G or J of 19.15.17.11 NMAC Temporary: ☐ Drilling ☐ Workover ☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi-Well Fluid Management Low Chloride Drilling Fluid ☐ yes ☐ no ☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other ☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other v D
3. 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 Visable sidewalls, vaulted, automatic high-level shut off
Liner type: Thickness mil HDPE PVC Other
Effect type: Tillecknessinit HDFE FVC Other
4. Alternative Method:
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approve
5. 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:

101 101 101 101 101 101 101 101 101 101	
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)	
7.	
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 19.15.16.8 NMAC	
8. Variances 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:	
 □ Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. □ Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. 	
	& King Ku
9. <u>Siting Criteria (regarding permitting)</u> : 19.15.17.10 NMAC <u>Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accematerial are provided below.</u> Siting criteria does not apply to drying pads or above-grade tanks.	ptable source
General siting	
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. (Does not apply to below grade tanks) - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within the area overlying a subsurface mine. (Does not apply to below grade tanks) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
 Within an unstable area. (Does not apply to below grade tanks) Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☐ No
Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map	☐ Yes ☐ No
Below Grade Tanks	
Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter)	
Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.) - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☐ No
 Visual inspection (certification) of the proposed site; Aerial photo; Satellite image 	
Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No

Within 100 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No				
Temporary Pit Non-low chloride drilling fluid					
Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No				
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No				
Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application; - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	Yes No				
Within 300 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No				
Permanent Pit or Multi-Well Fluid Management Pit					
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No				
Within 1000 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					
Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No				
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No				
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NM Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the document 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 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15 and 19.15.17.13 NMAC	uments are				
☐ Previously Approved Design (attach copy of design) API Number: or Permit Number:					
Multi-Well Fluid Management Pit 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 document attached. 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 A List of wells with approved application for permit to drill associated with the pit. Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.1 and 19.15.17.13 NMAC Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Previously Approved Design (attach copy of design) API Number: or Permit Number:					

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 attached.	documents are		
Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC			
 □ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC □ Quality Control/Quality Assurance Construction and Installation Plan □ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC □ Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC □ Nuisance or Hazardous Odors, including H₂S, Prevention Plan □ Emergency Response Plan 			
☐ Oil Field Waste Stream Characterization ☐ Monitoring and Inspection Plan ☐ Erosion Control Plan ☐ Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC			
Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC			
Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.			
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well F Alternative Proposed Closure Method: Waste Excavation and Removal	luid Management Pit		
 □ 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 C 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 H of 19.15.17.13 NMAC □ Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC 			
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable sour provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. I 19.15.17.10 NMAC for guidance.			
Ground water is less than 25 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No		
Ground water is between 25-50 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells Yes 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 NA			
Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No		
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No		
Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	Yes No		
Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No		
Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No		
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	LI ICS LI NO		

adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological	
Society; Topographic map	☐ Yes ☐ No
Within a 100-year floodplain FEMA map	☐ Yes ☐ No
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan 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 E of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17 Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements 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 can 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 H of 19.15.17.13 NMAC	7.11 NMAC 9.15.17.11 NMAC
17. 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 be Name (Print): Title:	
Signature: Date:	
e-mail address:	
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: Title: Compliance Office OCD Permit Number:	7/2015
19. Closure Report (required within 60 days of closure completion): 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submittin The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date: July 29, 2015	
20. Closure Method: Waste Excavation and Removal ☐ On-Site Closure Method ☐ Alternative Closure Method ☐ Waste Removal (Closed—If different from approved plan, please explain.	loop systems only)
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please to 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 for private land only) □ 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 □ NAD: □ 192	

Operator Closure Certification:		THE RESERVE
	mitted with this closure report is true, accurate and comple plicable closure requirements and conditions specified in the	
Name (Print): Otto G. Naegele Jr.	Title: EHS Technician	
Signature: AKA Folg	Date: 9 29 15	
e-mail address: otto_naegele@xtoenergy.com_	Telephone: 505-333-3100	

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State of New Mexico Energy Minerals and Natural Resources

Form C-141
Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

		1 1/40	Rele	ease Notific				ction		
	Topic at		The same	47 17 18		OPERA	Constitution of the Consti		al Report	
		TO Energy,				Contact: Ot				
					No.: (505) 333-3	3727				
Facility Name: Federal A #3						Facility Typ	e: Gas Well			
Surface Owner: Federal Land Mineral Owner						Page.		API No	. 30-045-09249	
				LOCA	TION	OF RE	LEASE			
Unit Letter	Section	Township	Range	Feet from the	North/South Line Feet from the		East/West Line	County		
Α	26	30 N	13W	1190		N 1190			San Juan	
Type of Rele						OF REL	Release: Unknow	wn Volume I	Recovered: None	
Source of Re	elease: Pit T	ank				The second secon	Iour of Occurrence	The state of the s	Hour of Discovery:	
Was Immedi	ate Notice (Riven?	2 2 7 1	1 1 1 1 1 1 1 1 1 1 1		Unknown If YES, To	Whom?	07/18/20	5 3:30PM	
Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required					equired	N/A	whom:			
By Whom?						Date and Hour				
Was a Water	course Read	ched?	Total Control	THE RESERVE OF THE PERSON NAMED IN		If YES, Volume Impacting the Watercourse.				
			Yes 🛛] No						
If a Watercon	urse was Im	pacted, Descr	ibe Fully.	FY ACTIVITY	D.F		Walls In			
The below grade location of the Method 8021 the cellar. The for Benzene, groundwater closure stand	rade tank was no on-site Bal, and for to the discreet sale Total BTE, greater than lards to 5,00	GT, and subm tal chlorides. (ample returne X and total ch n 100Ft, a dist	f service a litted for la Corey Smi d results a lorides, co ance to a c 50PPM To	t the Federal A#3 aboratory analysis ith with NMOCD bove the 'Pit Rule onfirming that a re domestic water we otal BTEX, and 10	for TPH was on a 'standa lease has all greate	I via USEPA site to witnes rds for TPH s occurred at r than 1,000	Method 8015 (D s the sampling an at 770 PPM USE this location. The Ft, and distance to	RO,GRO,ÔRO), B nd requested a discr P method 8015, but e site was then rank	mple was collected beneath the enzene and BTEX via USEPA eet sample of a stained area in below the 'Pit Rule' standards ed a zero due to a distance to tter than 1,000 Ft. This sets the d releases.	
				ase has been conf	irmed fo	r this locatio	n			
I hereby cert regulations a public health should their or the enviro	ify that the ill operators or the envi operations h nment. In a	information gi are required to ronment. The nave failed to a	iven above o report ar acceptance adequately OCD accep	e is true and comp nd/or file certain r ce of a C-141 report investigate and r	lete to the elease no ort by the emediate	ne best of my otifications a NMOCD m contaminat	knowledge and und perform correct arked as "Final Roon that pose a three the operator of	ctive actions for rel- deport" does not rel- reat to ground water responsibility for c	eases which may endanger eve the operator of liability r, surface water, human health compliance with any other	
Signatura							OIL CON	SERVATION	DIVISION	
Signature: Printed Name	e: Otto Nae	gele	14/			Approved by	Environmental S	pecialist:		
Title: EHS T	echnician		100			Approval Da	te:	Expiration	Date:	
E-mail Addre	IS PERCENT AND			Conditions o	f Approval:		Attached			

Phone: 505-333-3727

Date: 9 29 15
* Attach Additional Sheets If Necessary

NJK 1528056792

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

Lease Name: Federal A#3 API No.: 30-045- 09249

Description: Unit A, Section 26, Township 30N, 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

 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 07/29/2015

- 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 07/29/2015
- 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.

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 Federal A #3 well site.

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

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

Components	Test Method	Limit (mg/Kg)	Results	
Benzene	EPA SW-846 8021B or 8260B	0.54	< 0.54 mg/kg	
BTEX	EPA SW-846 8021B or 8260B	50	38.44 mg/kg	
TPH	8015	100	770 mg/kg	
Chlorides	EPA 9056	250 or background	130 mg/kg	

- 8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.
 - A release has been confirmed at this location. Due to sample results greater than 100PPM.
- 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
- ii. Location by Unit Letter, Section, Township, and Range

Notification was provided to Mr. Cory Smith with the Aztec office of the OCD via email on July 15 2015; 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 July 15 2015 via email. Email has been approved as a means of surface owner notification to the BLM by Brandon Powell, NMOCD Aztec Office.

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

The location will be recontoured to match the above specifications.

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

The site has been backfilled to match these specifications.

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

 Site 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; attached
 - iv. Confirmation sampling analytical results; attached
 - v. Disposal facility name(s) and permit number(s); see above
 - vi. Soil backfilling and cover installation; per OCD Specifications
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable); **Per BLM MOU.**
 - viii. Photo documentation of the site reclamation. attached



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Rex Farnsworth XTO Energy - San Juan Division 382 County Road 3100 Aztec, NM 87410

Report Summary

Tuesday July 21, 2015

Report Number: L777657 Samples Received: 07/18/15 Client Project: 30-045-09249

Description: Federal A #3

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 - 01157CA, CT - PH-0197, FL - E87487, GA - 923, IN - C-TN-01, KY - 90010, KYUST - 0016, NC - ENV375/DW21704/BIO041, ND - R-140. NJ - TN002, NJ NELAP - TN002, SC - 84004, TN - 2006, VA - 460132, WV - 233, AZ - 0612, MN - 047-999-395, NY - 11742, WI - 998093910, NV - TN000032011-1, TX - T104704245-11-3, OK - 9915, PA - 68-02979, IA Lab #364, EPA - TN002

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

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REPORT OF ANALYSIS

July 21,2015

Rex Farnsworth XTO Energy - San Juan Division 382 County Road 3100 Aztec, NM 87410

ESC Sample # : L777657-01

Date Received : July 18, 2015 Description : Federal A #3

Site ID :

Project #: 30-045-09249

Sample ID FARRF-071715-0845

Collected By : Rex Farnsworth Collection Date : 07/17/15 08:45

Parameter	Dry Result	Det. Limit	Units	Method	Date	Dil.
Total Solids	91.9		*	2540 G-2011	07/19/15	1
Benzene	BDL	0.54	mg/kg	8021	07/20/15	1000
Toluene	BDL	5.4	mg/kg	8021	07/20/15	1000
Ethylbenzene	2.5	0.54	mg/kg	8021	07/20/15	1000
Total Xylene	30.	1.6	mg/kg	8021	07/20/15	1000
TPH (GC/FID) Low Fraction Surrogate Recovery-%	420	110	mg/kg	8015	07/20/15	1000
a,a,a-Trifluorotoluene(FID)	106.		% Rec.	8015	07/20/15	1
a,a,a-Trifluorotoluene(PID)	97.5		% Rec.	8021	07/20/15	1
Diesel and Oil Ranges						
C10-C28 Diesel Range	350	4.4	mg/kg	8015	07/20/15	1
C28-C40 Oil Range	BDL	4.4	mg/kg	8015	07/20/15	1
Surrogate Recovery					0.,20,15	•
o-Terphenyl	47.4		% Rec.	8015	07/20/15	1

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

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REPORT OF ANALYSIS

July 21,2015

Site ID :

Rex Farnsworth XTO Energy - San Juan Division 382 County Road 3100 Aztec, NM 87410

18, 2015

Date Received : July 18 Description : Federal A #3

Sample ID : FARRF-071715-0900

Collected By : Rex Farnsworth Collection Date : 07/17/15 09:00

ESC Sample # : L777657-02

Project # : 30-045-09249

Parameter	Dry Result	Det. Limit	Units	Method	Date	Dil.
Chloride	130	11.	mg/kg	9056MOD	07/19/15	1
Total Solids	92.5		*	2540 G-2011	07/19/15	1
Benzene	BDL	0.0027	mg/kg	8021	07/20/15	5
Toluene	BDL	0.027	mg/kg	8021	07/20/15	5
Ethylbenzene	BDL	0.0027	mg/kg	8021	07/20/15	5
Total Xylene	BDL	0.0081	mg/kg	8021	07/20/15	5
TPH (GC/FID) Low Fraction	BDL	0.54	mg/kg	8015	07/20/15	5
urrogate Recovery-%	alm made at the second		979	0013	01/20/13	,
a,a,a-Trifluorotoluene(FID)	106.		% Rec.	8015	07/20/15	1
a,a,a-Trifluorotoluene(PID)	98.2		% Rec.	8021	07/20/15	1
Diesel and Oil Ranges						
C10-C28 Diesel Range	5.9	4.3	mg/kg	8015	07/20/15	1
C28-C40 Oil Range urrogate Recovery	BDL	4.3	mg/kg	8015	07/20/15	1
o-Terphenyl	64.1		% Rec.	8015	07/20/15	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: 07/21/15 14:55 Printed: 07/21/15 14:55

Attachment A List of Analytes with QC Qualifiers

Sample Number	Work Group	Sample Type	Analyte	Run	Qualifier
L777657-01	WG803380	SAMP	o-Terphenyl	R3051250	J2

Attachment B Explanation of QC Qualifier Codes

Qualifier	Meaning
-----------	---------

J2

Surrogate recovery limits have been exceeded; values are outside lower control limits

Qualifier Report Information

ESC utilizes sample and result qualifiers as set forth by the EPA Contract Laboratory Program and as required by most certifying bodies including NELAC. In addition to the EPA qualifiers adopted by ESC, we have implemented ESC qualifiers to provide more information pertaining to our analytical results. Each qualifier is designated in the qualifier explanation as either EPA or ESC. Data qualifiers are intended to provide the ESC client with more detailed information concerning the potential bias of reported data. Because of the wide range of constituents and variety of matrices incorporated by most EPA methods,it is common for some compounds to fall outside of established ranges. These exceptions are evaluated and all reported data is valid and useable "unless qualified as 'R' (Rejected)."

Definitions

- Accuracy The relationship of the observed value of a known sample to the true value of a known sample. Represented by percent recovery and relevant to samples such as: control samples, matrix spike recoveries, surrogate recoveries, etc.
- Precision The agreement between a set of samples or between duplicate samples.

 Relates to how close together the results are and is represented by Relative Percent Difference.
- Surrogate Organic compounds that are similar in chemical composition, extraction, and chromotography to analytes of interest. The surrogates are used to determine the probable response of the group of analytes that are chemically related to the surrogate compound. Surrogates are added to the sample and carried through all stages of preparation and analyses.
- TIC Tentatively Identified Compound: Compounds detected in samples that are not target compounds, internal standards, system monitoring compounds, or surrogates.



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Quality Assurance Report Level II

L777657

July 21, 2015

		Labor	atory Blank				
Analyte	Result	Unit	s % Rec	Limit	Batc	h Date	Analyzed
Total Solids	< .1		经利用证明 为第二届的基础	Name of the Party	WG80	3343 07/3	19/15 11:2
C10-C28 Diesel Range	< 4	mg/k			WG80	3380 07/1	19/15 08:1
C28-C40 Oil Range	< 4	mg/k		A STATE OF THE PARTY.			19/15 08:1
o-Terphenyl		% Re	83.10	50-150	WG80	3380 07/1	19/15 08:1
Benzene	< .0005	mg/k			WG80	2658 07/1	9/15 23:2
Ethylbenzene	< .0005	mg/k					19/15 23:2
Toluene	< .005	mg/k		AND DESCRIPTION OF THE PARTY OF			19/15 23:2
TPH (GC/FID) Low Fraction	A. 1	mg/k		THE RESERVE OF THE PARTY OF THE			19/15 23:2
Total Xylene a,a,a-Trifluorotoluene(FID)	< .0015	mg/k					19/15 23:2
a,a,a-Trifluorotoluene (PID)	Marie Christian	% Re	Service Control of the Control of th	59-128 54-144			19/15 23:2 19/15 23:2
Chloride	< 10	mg/k	1		WG80	3250 07/1	19/15 12:5
		D	uplicate				100
Analyte	Units	Result	Duplicate RPD	Limit	Ref	Samp	Batch
Total Solids	ENGEL A 21000	80.6	80.0	06	L77	7671-01	WG80334
Chloride	mg/kg	120.	119. 0.0	20	L77	7657-02	WG80325
		- 1 Land of Community of Street World	y Control Sample				
Analyte	Units	Known Va	l Result	% Rec	Limi		Batch
Total Solids	建新提入 *45页高	50	50.0	100.	85-1	15	WG80334
C10-C28 Diesel Range	mg/kg	60	40.5	67.5	50-1	00	WG80338
o-Terphenyl	使问题扩充的观点	局的時間的最大的	建 的地名和伊拉姆	89.00	50-1	50	WG80338
Benzene	mg/kg	.05	0.0498	99.6	70-1	30	WG80265
Ethylbenzene	mg/kg	.05	0.0525	105.	70-1	30	WG80265
Toluene	mg/kg	.05	0.0514	103.	70-1		WG80265
Total Xylene	mg/kg	.15	0.154	103.	70-1	Marine Company of the	WG80265
a,a,a-Trifluorotoluene(PID) TPH (GC/FID) Low Fraction		SCHOOL SHOW	自然研究。其代以到720至100至38	108.0	54-1		WG80265
a,a,a-Trifluorotoluene(FID)	mg/kg	5.5	5.90	107.	63.5		WG80265
a, w, a - IIIII dolocoldelle (FID)	E CONTRACTO LA LA CONTRACTO	AUDIO SERVICIONES	LENGTH WHITE YOU WANTED	107.0	59-1	28 Combussion	WG80265
Chloride	mg/kg	200	202.	101.	80-1	20	WG80325
			rol Sample Duplica	ate			
Analyte	Units F	Result Re	f %Rec	Limit	RPD	Limit	Batch
C10-C28 Diesel Range	mg/kg 4	13.3 40	.5 72.0	50-100	6.78	20	WG80338
o-Terphenyl		-	88.40	50-150			WG80338
Benzene		0.0508 0.	102.	70-130	2.02	20	WG80265
Ethylbenzene			0525 107.	70-130	1.69	20	WG80265
Toluene			0514 104.	70-130	1.28	20	WG80265
Total Xylene * Performance of this Analyt	mg/kg (154 104.	70-130	1.51	20	WG80265

^{*} 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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Aztec, NM 87410

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L777657

July 21, 2015

		Laborator	y Control S	ample Dup	licate				
Analyte	Units	Result	Ref	*Rec	L	imit	RPD	Limit	Batch
a,a,a-Trifluorotoluene(PID)	WANTED BOOK	TEN CANADANA THE		108.0		4-144	955000000	CERTIFICATION WERE ARRESTED.	CHARLES
TPH (GC/FID) Low Fraction	mg/kg	5.96	5.90	108.	mail conductive and the	3.5-137	1.07	20	WG802658
a,a,a-Trifluorotoluene(FID)	373			108.0		9-128	2.07		WG802658
	学学员的现在分	AL HER LAND		尼斯斯斯斯 斯斯斯		ACCOUNT OF THE	AND SE	SEASON NEWSFILMS	100 A TOTAL
Chloride	mg/kg	202.	202.	101.	8	0-120	0.0	20	WG803250
			Matrix Sp	ike					
Analyte	Units	MS Res		TV	% Rec	Limit	100	Ref Samp	Batch
Benzene	ma /lea	0.228	0.0	0.5	04 00	40.0	*********		
Ethylbenzene	mg/kg mg/kg	0.228	0.0	.05	91.0	49.7-		L776429-02	WG802658
Toluene	mg/kg	0.226	0.00060			40.8-		L776429-02	WG802658
Total Xylene	mg/kg	0.659	Charles and Transaction of the Contract of the	Market Street St	90.0	49.8-	and the same of th	L776429-02	WG802658
a,a,a-Trifluorotoluene(FID)	mg/kg	0.659	0.00081	4 .15	88.0	41.2-	AND DESCRIPTION OF THE PERSON NAMED IN	L776429-02	WG802658
TPH (GC/FID) Low Fraction	mg/kg	22.9	0.0	5.5	105.0 83.0	59-12	The second second	L776429-02	WG802658
a,a,a-Trifluorotoluene (FID)	ilig/kg	SCHOOL STATE OF THE STATE OF TH	WHITE STREET, CO. A. ST. ST.	3.5	105.0	28.5- 59-12	A STATE OF THE PARTY OF THE PAR	L776429-02	WG802658
2/4/2 -11114010cotdonc (112)	FACE CALCULATION	TAPE OLINOLORINOUS	WHEELERS STREET, THE PARTY OF T	MANAGEMENT OF THE PARTY OF THE	105.0	33-12	O THE REAL PROPERTY.	STATISTICS OF STREET	WG802658
Chloride	mg/kg	854.	335.	500	100.	80-12	0	L777555-33	WG803250
Chloride	mg/kg	787.	335.	500	90.0	80-12	Action who are trained	L777555-33	WG803250
		100000	rix Spike D	uplicate					
Analyte	Units	MSD		Rec	Limit	RPD	Limit	Ref Samp	Batch
自然是一种,在 对于人们是不是一种。	The second second								
Benzene	mg/kg	0.225	0.228 8	9.9	49.7-127	1.35	23.5	L776429-02	WG802658
Ethylbenzene	mg/kg	0.217	0.220 8	6.8	40.8-141	1.22	23.8	L776429-02	WG802658
Toluene	mg/kg	0.223	0.226 8	8.9	49.8-132	1.29	23.5	L776429-02	WG802658
Total Xylene	mg/kg	0.647	0.659 8	6.2	41.2-140	1.82	23.7	L776429-02	WG802658
a,a,a-Trifluorotoluene(FID)			1	05.0	59-128				WG802658
TPH (GC/FID) Low Fraction	mg/kg	24.0	22.9 8	7.3	28.5-138	4.73	23.6	L776429-02	WG802658
a,a,a-Trifluorotoluene (FID)	STATE OF THE PARTY		1 The Late of the	05.0	59-128	S. D. S.	1987年	HERE THE SECOND	WG802658

Batch number /Run number / Sample number cross reference

WG803343: R3050975: L777657-01 02

WG803380: R3051108 R3051250: L777657-01 02 WG802658: R3051496: L777657-01 02

WG803250: R3051560: L777657-02

^{* *} Calculations are performed prior to rounding of reported values.

* Performance of this Analyte is outside of established criteria.

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



XTO Energy - San Juan Division Rex Farnsworth 382 County Road 3100

Aztec, NM 87410

Quality Assurance Report Level II

L777657

July 21, 2015

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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.

Kush		Quote	Number	Te all	511-97				And	alysis/C	ontainer		Lab Information
XTO		PEX FARA	Contact	TH	1505/	Page of TO Contact Phon 787-064							
ENERGY Western Division		ZEX FARNSWORTH DISKUET, JAMES, LO			Results to XTO ENERGY COM							Fa	Office Abbreviations rmington = FAR
Well Site/Location FEDERAL AT Collected By	Well Site/Location SERAL A#3 Collected By EX FARASIN DRTH		30-045 - 09249 Samples on Ice (V/N)			Saturday Delivery (Y/N)			170			Ba Ra	rango = DUR leben = BAK ton = RAT seance = PC
Company × TO		BGT (Reason LOSER	WINDS NO.	Tw	st Day o Day ree Day ne Day		1 801	×	ORTOE		La	osevelt = RSV Barge = LB angeville = OV
Sample ID	San	Gray Areas f	Media	Date	Date Ne	Preservative	No. of Conts.	+P+	BTE	3			Sample Number
APRF-071715- 0845	134T (CLIEB GROS	- 3	7/17/5	8:45	ILE		X	X	17			771657-81
ARRE-071715- 0900	Ka) (s	THE COMPANIE	<u>ک</u>	1,111,13	9.00	J.CE							
Design and the second of the s													
Media : Filter = F Soil = 5 Waster	vater = W	W Groundwater	= GW Dr	inking W	aster = DW	Sludge = SG Su	rface Water	= SW	Air =	A Dril	Mud = DM	Other = O1	
Relinquished By (Signature)			Date:			Received By: (Sig	THE RESERVE AND ADDRESS OF THE PERSON NAMED IN					of Bottle	
Relinquished By: (Signature)			Date		Time:						Tempero	ture	Other Informatio
Relinquished By: (Signature)	Sugar.		Date		Time	Received for Lab	By: (Signe	ture)			Dates	Times	Z I
Comments			3.0		Y. S						-	V70	1403223

^{*} Sample ID will be the office and sampler-date-military time FARJM-MMDDYY-1200

Naegele, Otto

From: Naegele, Otto

Sent: Monday, July 13, 2015 3:45 PM

To: Cory Smith (Cory.Smith@state.nm.us); MARK KELLY (mark_kelly@blm.gov)

Cc: McDaniel, James; Hixon, Logan; Hoekstra, Kurt; Farnsworth, Rex; Naegele, Otto; Clement,

Jeff; Trujillo, Marcos; Dryer, David; Dawes, Thomas; Baxstrom, Scott; Beaty, Brent;

McCollum, Luke

Subject: 7-13-2015, 72 Hour BGT Closure Notification 7/13/15-7/20/15-Federal A-3

Mr. Smith & Mr. Kelly,

Please accept this email as the required 72 hour notification for BGT closure activities at the following site:

-Federal A-3 (API 30-045-09249) located in Section 26(A), Township 30N, Range 13W, San Juan County, New Mexico.

This BGT is being closed due to the plugging and abandoning of this well site.

The closure plan was approved on July 8, 2015.

Work is tentatively scheduled for July 16, 2015 at approximately 3:45PM MST.

If there is any unforeseen delays in closure of this BGT and it will not be closed within a week's time (July 20, 2015), a follow up email notification will be made for the change.

Thank you and have a good day

XTO Energy Inc.,an ExxonMobil subsidiary
Otto G. Naegele Jr. | 382 Road 3100 | Aztec, NM 87410
Ph: 505-333-3727 | Cell: 505-419-0289 | Fax: 505-333-3280
otto naegele@xtoenergy.com

Naegele, Otto

From: Naegele, Otto

Sent: Wednesday, July 15, 2015 3:37 PM

To: Cory Smith (Cory.Smith@state.nm.us); MARK KELLY (mark_kelly@blm.gov)

Cc: McDaniel, James; Hoekstra, Kurt; Hixon, Logan; Farnsworth, Rex; Clement, Jeff; Trujillo,

Marcos; Dawes, Thomas; Dryer, David; Naegele, Otto; Baxstrom, Scott; Beaty, Brent;

McCollum, Luke

Subject: 7-13-15, 72 Hour BGT Closure Notification 7-13-15- 7-20-15 Federal A-3

Mr. Smith & Mr. Kelly,

Due to unforeseen construction delays BGT closure activities has been rescheduled to Friday July 17th 2015 at 8:00 AM at the following site:

-Federal A-3 (API 30-045-09249) located in Section 26(A), Township 30N, Range 13W, San Juan County, New Mexico.

This BGT is being closed due to the plugging and abandoning of this well site.

The closure plan was approved on July 8, 2015.

If there is any unforeseen delays in closure of this BGT and it will not be closed within a week's time (July 20, 2015), a follow up email notification will be made for the change.

Thank you and have a good day

XTO Energy Inc., an ExxonMobil subsidiary
Otto G. Naegele Jr. | 382 Road 3100 | Aztec, NM 87410
Ph: 505-333-3727 | Cell: 505-419-0289 | Fax: 505-333-3280
otto naegele@xtoenergy.com



Well Below Tank Inspection Report

Division

Denver

Dates

06/01/2008 - 06/01/2015

vpe

Route Stop

Type Value

RouteName		StopName		Pumper	Foreman	WellNam	Э		APIWellNun	nber	Section	Range	Township
Below Grade Pit For	ms (Temp.)	Federal A 0	3	Blackburn, Shawn	Unassigned	FEDERA	L A 003 (P	A)	3004509249	9	26	13W	30N
InspectorName	Inspection Date	Inspection Time	Visible LinerTears	VisibleTankLeak Overflow	Collection OfSurfaceRun	Visible LayerOil	Visible Leak	Freeboard EstFT	PitLocation	PitType	Notes		
jerry nelson	09/09/2008	02:30	No	No	No	No	No	5					
jerry nelson	10/13/2008	10:00	No	No	No	No	No	5	Well Water	Below G	round		
jerry nelson	11/08/2008	11:00	No	No	No	No	No	5	Well Water	Below G	round		
LIBBEY REED	12/30/2008	12:06	No	No	No	No	No	5	Well Water	Below G	PIT OK		
Dustin Jensen	03/06/2009	11:25	No	No	No	No	No	6	Well Water	Below G	Pit at 16" Dj		
AC	07/13/2012	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		
AC	08/13/2012	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		
AC	09/30/2012	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		
AC	10/26/2012	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		
AC	11/30/2012	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		
AC	12/29/2012	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		
AC	01/04/2013	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		
AC	02/04/2013	12:00	No	No	No	Yes	No	3	Well Water	Below G	0		

XTO Energy, Inc.
New Mexico Federal A #3 (30-045-09249)
Section 26, Township 30N, Range 13W
Closure Date: July 29, 2015

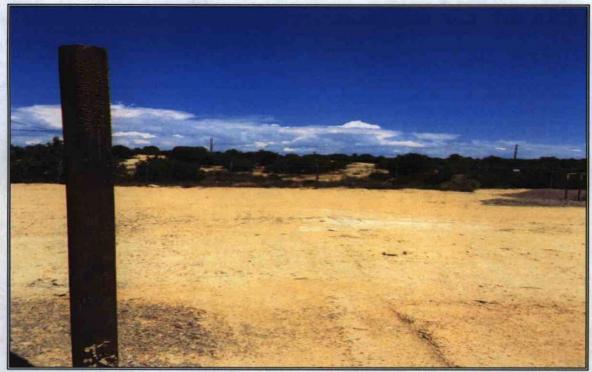


Photo 1: Federal A#3 after backfill of BGT.

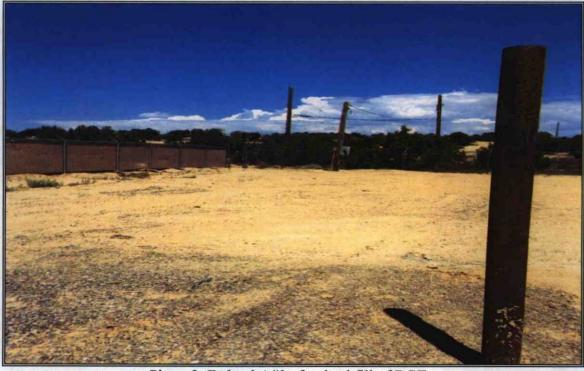


Photo 2: Federal A#3 after backfill of BGT.

XTO Energy, Inc.
New Mexico Federal A #3 (30-045-09249)
Section 26, Township 30N, Range 13W
Closure Date: July 29, 2015

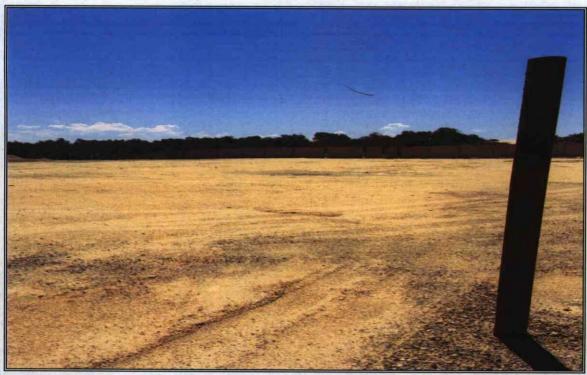


Photo 3: Federal A#3 after backfill of BGT.

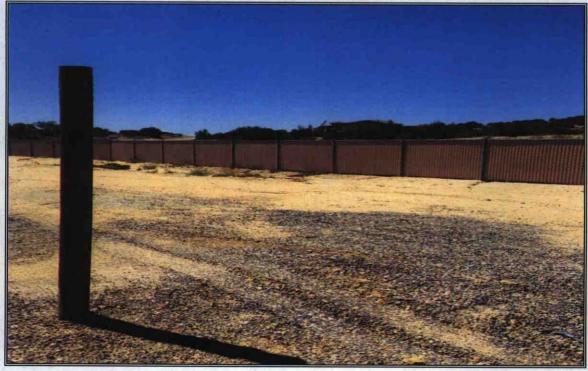


Photo 4: Federal A#3 after backfill of BGT.

January 27, 2015

Mr. Cory Smith
Oil Conservation Division
1000 Rio Brazos Rd.
Aztec, New Mexico 87410

Email: cory.smith@state.nm.us Phone (505) 334-6178 Ext 115

RE: VARIANCE REQUEST FOR 19.15.17 NMAC TABLE I AND TABLE II

Mr. Smith,

Please accept this letter as a variance request as outlined in 19.15.17.15(A) NMAC. XTO Energy would like to request the replacement of USEPA Method 418.1 for the analysis of Total Petroleum Hydrocarbons (TPH) for USEPA Method 8015M, measuring carbon ranges C6-C36, for all sampling associated with closures and confirmations samples in relation to 19.15.17 NMAC, both in Table I and Table II (2103) and the 'pit rule' passed in 2008.

XTO Energy is requesting this variance on the grounds that USEPA Method 418.1 is an outdated analytical method that reports a full range of hydrocarbons from C₈ through C₄₀. (Reference: American Petroleum Institute). The attached table demonstrates the carbon ranges, and the typical hydrocarbon products that can be found in those ranges. As you can see, lube oil ranges from C₂₈-C₃₅. Analytical Method USEPA 418.1 extends past lube oils from C₃₅ through C₄₀. This range of hydrocarbons is above the range that can reasonably be expected to be found in our field in both drilling pits and beneath below grade tanks. USEPA Method 8015M (GRO/DRO + extended analysis) will report hydrocarbons ranging from C₆-C₁₀ for GRO, C₁₀- C_{28} for DRO, and C_{28} - C_{36} for extended analysis. This information was provided by Environmental Science Corporation Laboratories. As the information demonstrates, the 8015M analytical method reports as low as C₆, reporting lower than USEPA Method 418.1. Utilizing analytical method 8015M, lighter range hydrocarbons will be reported instead of higher range, heavy hydrocarbons that may not be reasonably expected to be found in our field. Utilization of USEPA Method 8015M will better protect groundwater resources by identifying lighter, more mobile hydrocarbons that USEPA Method 418.1 cannot identify. The heavier range hydrocarbons, C₃₆-C₄₀, that are not identified by USEPA Method 8015M are not a mobile form of hydrocarbon, and are not a threat to human health and the environment. With your acceptance of this variance request, XTO Energy will begin utilizing USEPA Method 8015M in place of USEPA Method 418.1 for all sampling activities associated with 19.15.17 NMAC, both from the rules passed in 2008 and 2013.

Respectfully Submitted,

James McDaniel, CHMM #15676 EH&S Supervisor XTO Energy, Inc. Western Division **Carbon Ranges of Typical Hydrocarbons**

Hydrocarbon	Carbon Range					
Condensate	C2-C12					
Aromatics	C5-C7					
Gasoline	C7-C11					
Kerosene	C6-C16					
Diesel Fuel	C8-C21					
Fuel Oil #1	C9-C16					
Fuel Oil #2	C11-C20					
Heating Oil	C14-C20					
Lube Oil	C28-C35					