District II

1301 W Grand Ave., Artesia, NM 88210

District III

1300 Rio Brazos Rd , Aztec, NM 87410

District IV

1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

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

Form C-144 June 16, 2008

For temporary pits, closed-loop sytems, and below-grade tanks, submit to the appropriate NMOCD District Office.

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

Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application RCVD JUL 18 '08

Type of action: X Permit of a pit, closed-loop system	, below-grade tank, or proposed alternative method
Closure of a pit, closed-loop system Instructions: Please submit one application (Form C-144) per individue	m, below-grade tank, or proposed alternative method) [ST] 3
Please be advised that approval of this request does not reheve the operator of habit	
environment. Nor does approval relieve the operator of its responsibility to comply with	th any other applicable governmental authority's rules, regulations or ordinances
Operator: Burlington Resources Oil & Gas Company, LP	OGRID#: 14538
Address: PO Box 4289, Farmington, NM 87499	
Facility or well name: Neudecker #6	
API Number: 30-045-08347 OC	D Permit Number:
U/L or Qtr/Qtr: G(SWNE) Section: 14 Township: 29N	Range: 10W County: San Juan
Center of Proposed Design: Latitude: 36.728040' N L	ongitude: 107.849880' W NAD: X 1927 1 983
Surface Owner: X Federal State Private Triba	al Trust or Indian Allotment
Pit: Subsection F or G of 19.15.17.11 NMAC	X Closed-loop Systems: Subsection H of 19.15.17.11 NMAC
Temporary: Drilling Workover	Drying Pad X Tanks Haul-off Bins Other:
Permanent Emergency Cavitation	Lined Unlined
Lined Unlined	Liner type: Thickness mil LLDPE HDPE PVC
Liner type: Thickness milLLDPEHDPEPVC	Other:
Other String-Reinforced	Seams: Welded Factory Other:
Seams: Welded Factory Other	Volume: <u>500</u> bbl <u>104</u> yd3
Volume:bbl Dimensions: LxWxD	Dimernsions: Length 45' x Width 10'
Below-grade tank: Subsection I of 19.15.17.11 NMAC	Fencing: Subsection D of 19.15 17.11 NMAC
Volume:bbl	Chain link, six feet in height, two strangs of barbed wire at top
Type of fluid:	Four foot height, four strands of barbed wire evenly spaced between
Tank Construction Material:	one and four feet
Secondary containment with leak detection	Netting: Subsection E of 19.15.17.11
Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off	Screen Netting Other
Visible sidewalls and liner	Monthly inspections
Visible sidewalls only	Signs: Subsection C of 19.15.17 11 NMAC
Other:	12"x 24", 2" lettering, provided Operator's name, site location, and
Liner type: Thickness: mil HDPE PVC	emergency telephone numbers
Other:	X Signed in compliance with 19.15.3.103 NMAC
Alternative Method:	Administrative Approvals and Exceptions:
Submittal of an exception request is required. Exceptions must be	Justifications and/or demonstrations of equivalency are required. Please
submitted to the Santa Fe Environmental Bureau office for consideration	refer to 19.15.17 NMAC for guidance.
of approval.	Please check a box if one or more of the following is requested, if not leave blank:
	Administrative approval(s): Requests must be submitted to the
	appropriate division district or the Santa Fe Environmental Bureau office for consideration of approval. (Fencing in Design Plan)
	Exception(s): Requests must be submitted to the Santa Fe
	Environmental Bureau office for consideration of approval.

Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau Office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above grade-tanks associated with a closed-loop system.		
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes	□No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other 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.	Yes	□No
(Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	□NA	
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐Yes	По
(Applied to permanent pits)	□NA	۱۰۰۰ ا
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	Ш	
Within 500 horizonal 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.	Yes	□No
- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site.		
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended	Yes	□No
- Written confirmation or verification from the municipality; Written approval obtained from the municipality	<u></u>	_
 Within 500 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site 	∐Yes	∐No
Within the area overlying a subsurface mine.	□Yes	□No
- Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division		
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological	∐Yes	∐No
Society; Topographic map Within a 100-year floodplain	□Yes	□No
- FEMA map		
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.		o attacked
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the dot		e unacneu.
Cl. All Set Device Attack Attack Attack Challenge Charles Device		
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 a attached. Geologic and Hydrogeologic Data (required for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19		re
Siting Criteria Compliance Demonstrations (required for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NIX Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC X Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC		
X Closure Plan - 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 API 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 documents are attached.	icnea.
Hydrogeologic Report - based upon the requirements of Paragraph (I) 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	ĸ.
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	
Proposed Closure: 19.15.17.13 NMAC	
Type: Drilling Workover Emergency Cavitation Permanent Pit Below-grade Tank X Closed-loop System Altern	ative
Proposed Closure X Waste Excavation and Removal	
On-site Closure Method (only for temporary pits and closed-loop	
	\
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau fo	
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. Recommentations 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. Justification 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.	☐Yes ☐No
- NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	□NA □NO
Ground water is between 50 and 100 feet below the bottom of the buried waste	□Yes□No
- NM Office of the State Engineer - iWATERS database serach; USGS; Data obtained from nearby wells	□NA □
Ground water is more than 100 feet below the bottom of the buried waste.	☐Yes ☐No
- NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	□NA
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other watercourse, lakebed, sinkhole, or playa lal	☐Yes ☐No
(measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial	∏Yes∏No
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic	∏Yes∏No
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	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal	Yes No
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	
Within 500 feet of a wetland.	Yes No
proposed site	
Within the area overlying a subsurface mine.	☐Yes ☐No
- Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division	
Within an unstable area.	∏Yes∏No
- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM	
Geological Society; Topographic map	
Within a 100 year floodplain	□Vaa□Na
Within a 100-year floodplain - FEMA map	Yes No

to the closure plan. Please indicfate, by a check mark in the box, that the documents are attached.				
Y Protocols and Procedures - based upon the appropriate requirements of 19.15.17 13 NMAC				
Confirantion Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17 13 NMAC X 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				
X Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19 15.17 13 NMAC				
X Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC				
Waste Removal Closure for Closed-loop Systems That Utilize 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.				
Disposal Facility Name: Envirotech, Basin Disposal Disposal Facility Permit Number: NM-01-0011 & NM-01-005				
On-Site Closure Plan Checklist: (19 15 17 13 NMAC) Instructions: Each of the following items must bee 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 and Design of Burial Trench (if applicable) 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				
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				
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) Crystal Tafoya Title: Regulatory Technician				
Signature. Date: 7/18/2008				
e-mail address: crystal.tafoya@conocophillips.com Telephone: 505-326-9837				
OCD Approval: Permit Application (including closure plan) Closure Plan (only)				
OCD Representative Signature: Brand 6 dll Approval Date: 7-25-08				
OCD Representative Signature: Brand 6 dll Approval Date: 7-25-08				
OCD Representative Signature: Brund 6 Sell Approval Date: 7-25-08 Title: En Jiro / Spec OCD Permit Number				
OCD Representative Signature: Brund 6 Jell Approval Date: 7-25-08 Title: En Jiro / See OCD Permit Number Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC				
OCD Representative Signature: Brund 6 delle Approval Date: 7-25-08 Title: En Jiro / Spec OCD Permit Number Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Completion Date:				
OCD Representative Signature: Brund Selection Approval Date: 7-25-08				
OCD Representative Signature: Brand 6 decorate Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Completion Date: Waste Excavation and Removal On-Site Closure Alternative Closure				
OCD Representative Signature: Bread 6 M Approval Date: 7-25-08 Title: Ending Square Completion: Subsection K of 19.15 17 13 NMAC Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Method: Waste Excavation and Removal On-Site Closure Alternative Closure If different from approved plan, please explain Closure Report Attactment 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.				
OCD Representative Signature: Brund 6 M Approval Date: 7-25-08 Title: Endison / Spec OCD Permit Number Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Method: Waste Excavation and Removal On-Site Closure Alternative Closure If different from approved plan, please explain Closure Report Attactment 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				
OCD Representative Signature: Bread 6 M Approval Date: 7-25-08 Title: Ending Square Completion: Subsection K of 19.15 17 13 NMAC Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Method: Waste Excavation and Removal On-Site Closure Alternative Closure If different from approved plan, please explain Closure Report Attactment 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.				
Approval Date: 7-25-08 Title:				
Approval Date: 7-25-08 Title:				
Approval Date: 7-25-08 Title:				
Approval Date: 7-25-08 Title: Enrich Spece OCD Permit Number Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Method: Closure Completion Date: Closure Method: Alternative Closure Alternative Closure If different from approved plan, please explain Closure Report Attactment 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 Proof of Deed Notice (if applicable) Plot Plan Confirmation Sampling Analytical Results Waste Material Sampling Analytical Results Waste Material Sampling Analytical Results Disposal Facility Name and Permit Number Soil Backfilling and Cover Installation				
Approval Date: 7-25-08 Title:				
Title:				
OCD Representative Signature: Brush Subsection Subsec				
OCD Representative Signature: Bread Self Section OCD Permit Number OCD Permit Numb				
OCD Representative Signature: Breach Sold Approval Date: 7-25-D8 Title: Ending of Closure Completion: Subsection K of 19.15 17 13 NMAC Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Method:				
Approval Date: 7-25-D8 Title: Eurico / Speech OCD Permit Number Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Completion Date:				
OCD Representative Signature: Breach Sold Approval Date: 7-25-D8 Title: Ending of Closure Completion: Subsection K of 19.15 17 13 NMAC Closure Report (required within 60 days of closure completion): Subsection K of 19.15 17 13 NMAC Closure Method:				

NEW MEXICO OIL CONSERVATION COMMISSION

Well Location and Acreage Dedication Plat

Section A.		Date September 13, 1962		
		nler		
Orerator J. GLENN TURNER	Lease X	MODOWIK #2-14		
Well NoUnit LetterGSect LocatedFeet From the NORT		ownship 29 NORTH Range 10 WEST Feet From the EAST	NMP	
Located 1760 Feet From the NORT County SAN JUAN G. L. Elevation	/ 	Pedicated Acreage 329 318 11	_Lina Acres	
Name of Producing Formation Dakot	a	ool Basin Dakota		
1. Is the Operator the only owner in the dedicat				
YesNo				
2. If the answer to question one is "no", ha agreement or otherwise? YesNo		e owners been consolidated by communities "yes", Type of Consolidation.	izatio	
3. If the answer to question two is "no", list Owner	all the owners and their	espective interests below: Land Description		
<u></u>		<u> </u>		
Section B.	Note: All distances mu	st be from outer boundaries of section.		
This is to certify that the information	S. F. 079509			
in Section A above is true and complete	El Paso Natura	1 Gas Company		
to the best of my knowledge and belief.				
J. GLENN TURNER/	(Bette Lou New	decker) , &		
(A) Soperator)				
19 see 1 car	El Paso N. G. Co.	El Paso N. G. Co.		
(Representative)	(Glenn Lackey)	Ø 7480		
C. Beeson Neal, Agent in Farmington (Address)	G R 077090	(Bette Lou-Neudecker)		
P. 0. Box 728	S.F. 077082	S.F. 079509		
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Farmington, New Mexico		1		
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Ref. GLO Plat Dated 19 April 1887	:	1 1		
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This is to cer	tify that the above plat	vas prepared from field notes objectual s	deve	
	under my supervision an	d that the same are true and correct to the		
	_	arveyed 24 August 1962		
(Seal)	Date Si	rveyed 24 August 1902		
	<u>Q</u>	man V. Lease		
Farmington, New Mexico	Regist	ored Professional Engineer and/or Land S. P. Leese N. Mex. Reg. No. 14	urvey 63	

San Juan Engineering Company

Burlington Resources Oil & Gas Company, LP Closed-loop Plans

Closed-loop Design Plan

BR's closed loop system will not entail a drying pad, temporary pit, below grade tank or sump. It will include an above ground tank suitable for holding the cuttings and fluids for rig operations. The tank will be sufficient volume to maintain a safe free board between disposal of the liquids and solids from rig operations.

- 1. Fencing is not required for an above ground closed-loop system
- 2. It will be signed in compliance with 19.15.3.103 NMAC
- 3. A frac tank will be on location to store fresh water

Closed-loop Operating and Maintenance Plan

BR will be using two tanks to complete the workover process. One will be used for to prepare and the other will be used for installation. BR's closed-loop tank will be operated and maintained to contain liquids and solids in order to prevent contamination of fresh water sources, in order to protect public health and the environment. To ensure the operation is maintained the following steps will be followed:

- 1. The liquids will be vacuumed out and disposed of at the Basin Disposal facility (Permit # NM-01-005). Solids in the closed-loop tank will be vacuumed out and disposed of at Envirotech (Permit # NM-01-0011) on a periodic basis to prevent over topping.
- 2. No hazardous waste, miscellaneous solid waste or debris will be discharged into or stored in the tank. Only fluids or cutting used or generated by rig operations will be placed or stored in the tank.
- 3. The division district office will be notified within 48 hours of the discovery of compromised integrity of the closed-loop tank. Upon the discovery of the compromised tank, repairs will be enacted immediately
- 4. All of the above operations will be inspected and a log will be signed and dated. During rig operations the inspection will be daily.

Closed-loop Closure Plan

The closed-loop tank will be closed in accordance with 19.15.17.13. This will be done by transporting cuttings and all remaining sludges to Envirotech (Permit # NM-01-0011) immediately following rig operations. All remaining liquids will be transported and disposed of in the Basin Disposal facility (Permit # NM-01-005). The tanks will be removed from the location as part of the rig move. At time of well abandonment, the site will be reclaimed and re-vegetated to pre-existing conditions when possible.