District I

1625 N. French Dr , Hobbs, NM 88240

District II

1301 W Grand Ave , Artesia, NM 88210

District III

1000 Rio Brazos Rd, Aztec, NM 87410

District IV

1220 S St Francis Dr , Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

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

July 21, 2008

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

Form C-144

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

1773

Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit

X 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 hability should operations result in pollution of surface water, ground water of the

environment. Not does approval relieve the operator of its responsibility to comply with 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: Huerfanito 8E	
API Number: 30-045-34448 OCD Permit Number	r:
U/L or Qtr/Qtr: H(SE/NE) Section: 17 Township: 27N Range:	9W County: San Juan
Center of Proposed Design: Latitude: 36°57.651200' N Longitude:	107°80.423400' W NAD: X 1927 1983
Surface Owner: X Federal State Private Tribal Trust or Indian	Allotment
X Pit: Subsection F or G of 19.15.17.11 NMAC Temporary X Drilling Workover Permanent Emergency Cavitation P&A	
	HDPE PVC Other
	bbl Dimensions L <u>65'</u> x W <u>45'</u> x D <u>10'</u>
notice of intent) Drying Pad Above Ground Steel Tanks Haul-off Bins Other	activities which require prior approval of a permit or ADPE PVD Other OCT 2000
Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: bbl Type of fluid: Tank Construction material: Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and auto Visible sidewalls and liner Visible sidewalls only Other Liner Type: Thickness mil HDPE PVC Other	
Alternative Method: Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environre	nental Bureau office for consideration of approval.

Fencing: Subsection D of 19 15.17 11 NMAC (Applies to permanent pit, 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						
X Alternate Please specify 4' hogwire fence with a single strand of barbed wire on top.						
7						
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)						
Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)						
		·				
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						
X 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.		1				
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 of the Santa Fe Environmental Bureau office for cons	ideration of ap	proval				
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	Yes	XNo				
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other watercourse, lakebed, sinkhole, or playa	Yes	XNo				
lake (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	X No				
application.						
(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	□No				
(Applied to permanent pits)	XNA					
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image						
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	XNo				
- NM Office of the State Engineer - 1WATERS 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	XNo				
 Written confirmation or verification from the municipality; Written approval obtained from the municipality Within 500 feet of a wetland. 	Yes	X No				
- US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site						
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division	Yes	XNo				
Within an unstable area.	Yes	XNo				
- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map		_				
Within a 100-year floodplain	Yes	XNo				
- FEMA map	<u> </u>	-				

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 Widrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15 17.9						
X Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC						
X 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 (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 or Permit						
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						
Previously Approved Operating and Maintenance Plan API						
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 (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						
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						
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. X Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System						
Alternative Depressed Cleaves Methods Wests Encounter and Democrat						
Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only)						
X On-site Closure Method (only for temporary pits and closed-loop systems)						
X In-place Burial On-site Trench						
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)						
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						

Form C-144 Oil Conservation Division Page 3 of 5

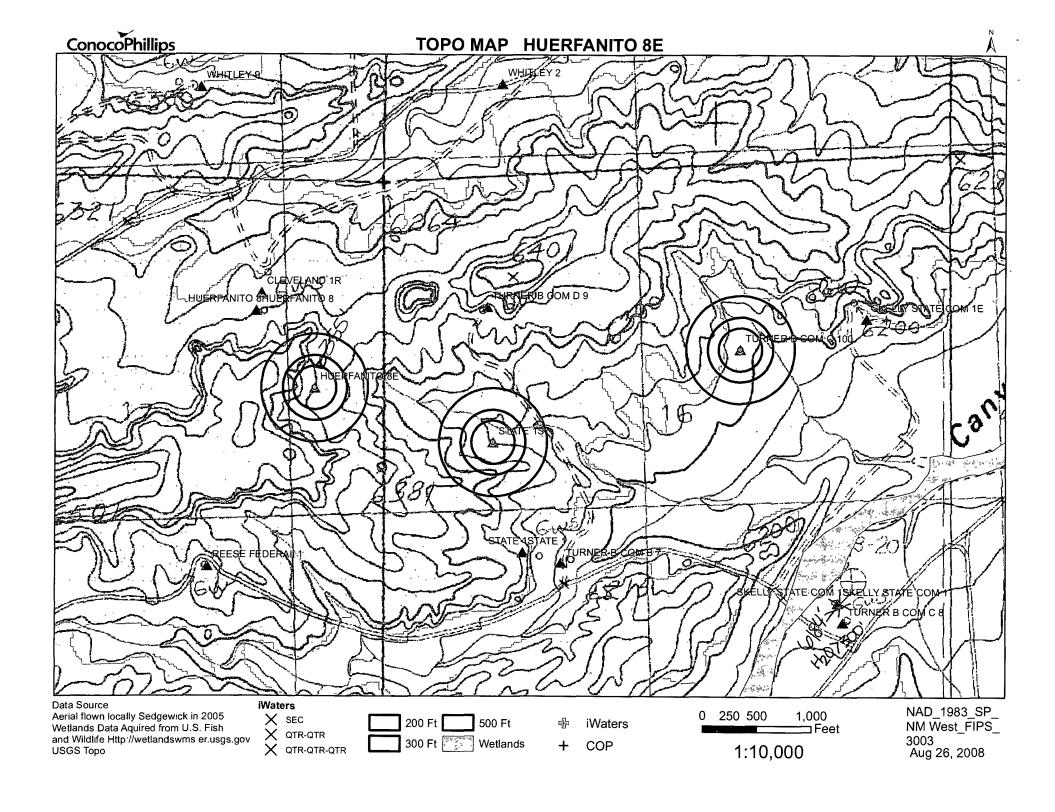
16 Weste Removed Classus For Classed Ioan Systems That Utilize Above Cround Steel Tools	con Hout off Ping Only (10.15.17.13.D.NMAC)					
Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tank Instructions Please identify the facility or facilities for the disposal of liquids, drilling fluids of	and drill cuttings Use attachment if more than two faci	lities				
are required. Disposal Famility Name.	osal Facility Pormut #					
Disposal Facility Name. Disposal Facility Name. Disposal Facility Name.	osal Facility Permit #.	· · · · · · · · · · · · · · · · · · ·				
Will any of the proposed closed-loop system operations and associated activities occur						
Yes (If yes, please provide the information No Required for impacted areas which will not be used for future service and operations:						
Soil Backfill and Cover Design Specification - based upon the appropriate requirements of Subsection I or						
Site Reclamation Plan - based upon the appropriate requirements of Subsection	n G of 19 15 17.13 NMAC					
Siting Criteria (Regarding on-site closure methods only: 19.15.17.10 NMAC Instructions Each sting criteria requires a demonstration of compliance in the closure plan Recommertain sting criteria may require administrative approval from the appropriate district office or may be						
for consideration of approval Justifications and/or demonstrations of equivalency are required. Pleas	se refer to 19 15 17 10 NMAC for guidance					
Ground water is less than 50 feet below the bottom of the buried waste.		Yes X No				
- NM Office of the State Engineer - iWATERS database search; USGS: Data obtained from	om nearby wells	∐N/A				
Ground water is between 50 and 100 feet below the bottom of the buried waste		Yes X No				
- NM Office of the State Engineer - iWATERS database search; USGS, Data obtained fro	om nearby wells	∭N/A				
Ground water is more than 100 feet below the bottom of the buried waste		X Yes No				
- NM Office of the State Engineer - iWATERS database search; USGS, Data obtained fro	om nearby wells	□N/A				
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant wat (measured from the ordinary high-water mark).	tercourse or lakebed, sinkhole, or playa lake	Yes X No				
- Topographic map; Visual inspection (certification) of the proposed site	1					
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence - Visual inspection (certification) of the proposed site; Aerial photo; satellite image	Yes XNo					
Yes X 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 fee 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; Visual inspection (certification) of the proposed site						
Within incorporated municipal boundaries or within a defined municipal fresh water well field pursuant to NMSA 1978, Section 3-27-3, as amended.		Yes X No				
 Written confirmation or verification from the municipality; Written approval obtained fr Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (Yes XNo				
Within the area overlying a subsurface mine.	(certification) of the proposed site	Yes X No				
- Written confirantion or verification or map from the NM EMNRD-Mining and Mineral	Division					
Within an unstable area.		Yes X No				
 Engineering measures incorporated into the design, NM Bureau of Geology & Mineral R Topographic map 	lesources; USGS; NM Geological Society,					
Within a 100-year floodplain FEMA map		Yes X No				
18						
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the by a check mark in the box, that the documents are attached.	following items must bee attached to the closure p	olan. Please indicate,				
X Siting Criteria Compliance Demonstrations - based upon the appropriate requirements						
X 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						
X 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						
X Waste Material Sampling Plan - 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 or in case on-site closure standards cannot be achieved) X Soil Cover Design - 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						

Operator Application Cartification:
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): Ethel Tally Title: Staff Regulatory Technician
Signature 7+hel Jally Date: 9-29-08
e-mail address: Ethel Tally@ConocoPhillips com Telephone: 505-599-4027
20 OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)
OCD Representative Signature: 3212 7-111 Approval Date: 11-3-03
Title: Enviro/spec OCD Permit Number:
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:
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 identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities
were utilized.
Disposal Facility Name: Disposal Facility Permit Number:
Disposal Facility Name: Disposal Facility Permit Number Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?
Yes (If yes, please demonstrate compliane 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)
Proof of Deed Notice (required for on-site closure)
Plot Plan (for on-site closures and temporary pits)
Confirmation Sampling Analytical Results (if applicable)
Waste Material Sampling Analytical Results (if applicable) 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: Longitude: NAD 1927 1983
Operator Closure Contification:
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is ture, 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). Title:
Signature Date
e-mail address:Telephone:

New Mexico Office of the State Engineer POD Reports and Downloads

Township: 27N Range: 09W Sections: 7,8,9,16,17,18,19,20,21
NAD27 X: Zone: Search Radius:
County: Basin: Number: Suffix:
Owner Name: (First) (Last) Onn-Domestic Onestic
POD / Surface Data Report Avg Depth to Water Report Water Column Report
Clear Form iWATERS Menu Help
WATER COLUMN REPORT 09/26/2008
(quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest) POD Number Tws Rng Sec q q Zone X Y Well Water Colum

No Records found, try again



TIERRA CORROSION CONTROL, INC. <u>DRILLING LOG</u>

COMPANY: ConocoPhillips LOCATION: Skelly State com 1E

STATE: NM BIT SIZE: 77/8"

LBS COKE BACKFILL: 2,600# ANODE TYPE: 2" X 60" Duriron

DATE: March 10, 2008 LEGALS: S16 T27N R9W DRILLER: Eugene Silago

CASING SIZE/TYPE: 8" X 20' PVC

VENT PIPE: 300' ANODE AMOUNT: 10 COUNTY: San Juan DEPTH: 300'

COKE TYPE: Asbury PERF PIPE: 120'

BOULDER DRILLING: None

DEPTH	DRILLER'S LOG	AMPS	DEPTH	DRILLER'S LOG	AMPS
20	Sand Stone		310		
25			315		
30			320		
35		1.1	325		
40		1.0	330		
45		1.1	335		
50		1.6	340		
55		2.5	345		
60		2.3	350		
65		1.8	355		
70		2.2	360	*****	
75		3.8	365		
80	 	3.9	370	· · · · · · · · · · · · · · · · · · ·	
85	Shale/Hard	4.3	375		
90	Sandy Shale	4.6	380		
	Sanuy Shale				
95	<u> </u>	4.6	385	 	
100		4.2	390		
105	<u> </u>	4.8	395		
110	L	4.1	400		
115		3.6	405		
120		2.9	410		
125		4.0	415		
130		4.0	420		
135		3.8	425		
140		4.0	430		
145		4.4	435		
150		4.8	440		
155	- :	4.9	445		
160		4.9	450		
165		4.6	455		
170	 	4.1	460		
175		3.9	465		
180		4.0	470		
185	 	4.0	475	 	
190			480	<u></u>	
		4.8	485		
195					
200		4.6	490		
205	ļ	4.5	495		
210		4.3	500		
215		4.2			
220		4.0	ļ		
225		4.2			
230		4.6			
235		4.5			
240		4.9			
245		4.4			
250	T	4.7			
255		3.9			
260		3.6	[
265		3.7			
270		3.8			
275		3.6		 	
280		3.7	 		
285	 	3.7	 		
290			 		
		2.5			
295	<u> </u>	2.4	ļ		
300 305		2.5			
OOE	i	1	l	1	1

ANODE #	DEPTH	NO COKE	COKE
1	290	2.5	4.2
2	280	3.7	6.0
3	270	3.8	5.9
4	260	3.6	6.2
5	250	4.7	7.1 7.7
6	240	4.9	7.7
7	230	4.6	9.1
8	220	4.0	6.5
9	210	4.3	6.9
10	200	4.6	7.2
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26	-		
27			
28			
29			
30	L		

WATER DEPTH: None ISOLATION PLUGS: None LOGING VOLTS: 13.1

VOLT SOURCE: AUTO BATTERY

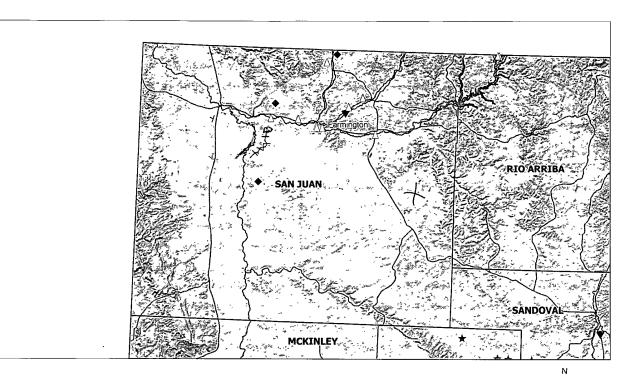
TOTAL AMPS: 20.9

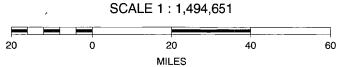
TOTAL GB RESISTANCE: .62

REMARKS:

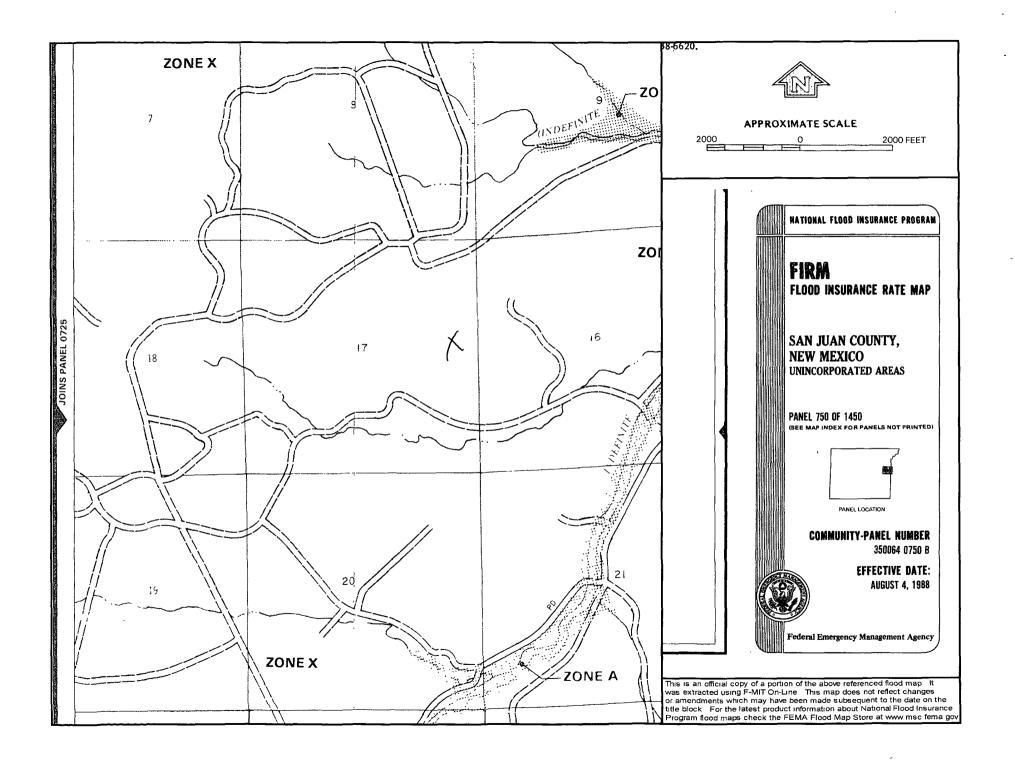
Huerfanito 8E/Mines, Mills and Quarries Map

Mines, Mills & Quarries Commodity Groups							
Δ	Aggregate & Stone Mines						
•	Coal Mines						
*	Industrial Minerals Mines						
▼	Industrial Minerals Mills						
	Metal Mines and Mill Concentrate						
	Potash Mines & Refineries						
	Smelters & Refinery Ops.						
*	Uranium Mines						
•	Uranium Mills						
Population							
•	Cities - major						
Transportation	on						
4-4-4	Railways						









Siting Criteria Compliance Demonstration & Hydro Geologic Analysis

The Huerfanito 8E is not located in an unstable area. The location is not over a mine and is not on the side of a hill as indicated on the Mines, Mills and Quarries Map and Topographic Map. The location of the excavated pit material will not be located within 300' of any continuously flowing watercourse or 200' from any other watercourse as indicated on the Topographic Map. The location is not within a 100-year floodplain area as indicated on the FEMA Map. The groundwater depth is considered to be greater than 100' as determined by the topographic map and the Cathodic well data from the Skelly State Com 1E with an elevation of 6184' and groundwater depth of 300'. The subject well has an elevation of 6355' which is greater than the Skelly State Com 1E, therefore the groundwater depth is greater than 100'. Using the cathodic data provided the indication of groundwater depth and the Nacimiento formation will create a stable area for this new location.

Hydrogeological Report for Huerfanito 8E

Regional Geological context:

The Nacimiento Formation is of Paleocene age (Baltz, 1967, p. 35). It crops out in a broad band inside the southern and western margins of the central basin and in a narrow band along the west face of the Nacimiento Uplift. The Nacimiento is a nonresistant unit and typically erodes to low, rounded hills or forms badland topography.

The Nacimiento Formation occurs in approximately only the southern two-thirds of the San Juan Basin where it commformably overlies and intertongues with the Ojo Alamo Sandstone (Fassett, 1974, p. 229). The Nacimiento Formation grades laterally into the main part of the Animas Formation (Fassett and Hinds, 1971, p. 34); thus, in this area, the two formations occupy the same stratigraphic interval.

Strata of the Nacimiento Formation were deposited in lakebeds in the central basin area with lesser deposition in stream channels (Brimhall, 1973, p. 201). In general, the Nacimiento consists of drab, interbedded black and gray shale with discontinuous, white, medium- to very coarse grained arkosic sandstone (Stone e al., 1983, p.30). Stone et al. indicated that the formation may contain more sandstone than commonly reported because some investigators assume the slope-forming strata in the unit area shales, whereas in many places the strata actually are poorly consolidated sandstones. Total thickness of the Nacimiento Formation ranges from about 500 to 1,300 feet. The unit generally thickens from the basin margins toward the basin center (Steven et al., 1974). The sandstone deposits within the Nacimiento Formation are much thinner than the total thickness of the formation because their environment of deposition was localized stream channels (Brimhall, 1973, p. 201). The thickness of the combined San Jose, Animas, and Nacimiento Formations ranges from 500 to more than 3.500 feet.

Hydraulic Properties:

Reported well yields for 53 wells completed in either the Animas or Nacimiento Formations range from 2 to 90 gallons per minute and the median yield is 7.5 gallons per minute. The primary use of water from Nacimiento and Animas Formations is domestic and livestock supplies. There are no known aquifer tests for the Animas or Nacimiento Formations, but specific capacities reported for six wells range from 0.24 to 2.30 gallons per minute per foot of drawdown (Levings et al., 1990).

The Animas and Nacimiento Formations are in many ways hydrologically similar to the San Jose Formation because sands in both units produce approximately the same quantities of water. However, the greater percentage of fine materials in the Animas and Nacimiento Formations may restrict downward vertical leakage to the Ojo Alamo Sandstone or Kirtland Shale. The poorly cemented fine material is highly erodible, forms a badland terrain, and supports only spotty vegetation. These conditions are more conductive to runoff than retention of precipitation.

References:

Baltz, E.H., 1967, Stratigraphy and regional tectonic implications of part of Upper Cretaceous rocks, east-central San Juan Basin, New Mexico: USGS Professional Paper

552, 101 p.

Brimhall, R.M., 1973, Ground-water hydrology of Tertiary rocks of the San Juan Basin, New Mexico, in Fassett, J.E., ed., Cretaceous and Tertiary rocks of the Southern Colorado Plateau: Four Corners Geological Society Memoir, p. 197-207. Fassett, J.E., 1974, Cretaceous and Tertiary rocks of the eastern San Juan Basin, New Mexico and Colorado, in Guidebook of Ghost Ranch, central-northern New Mexico: New Mexico Geological Society, 25th Field Conference, p. 225-230. Fassett, J.E., and Hinds, J.S., 1971, Geology and fuel resources of the Fruitland

Formation and Kirtland Shale of the San Juan Basin, New Mexico and Colorado: USGS Professional Paper 676, 76 p.

Levings, G.W., Craigg, S.d., Dam, W.L., Kernodle, J.M., and Thorn, C.R., 1990, Hydrogeology of the San Jose, Nacimiento, and Animas Formations in the San Juan structural basin, New Mexico, Colorado, Arizona, and Utah: USGS Hydrologic Investigations Atlas HA-720-A, 2 sheets.

Stone, W.J., Lyford, F.P., Frenzel, P.F., Mizell, N.H., and Padgett, E.T., 1983, Hydrogeology and water resources of San Juan Basin, New Mexico: New Mexico Bureau of Mines and Mineral Resources, Hydrologic Report 6.

Tally, Ethel

From:

Tally, Ethel

Sent:

Monday, September 29, 2008 9:07 AM

To: Subject: 'mark_kelly@nm.blm.gov' OCD Pit Closure Notification

The temporary pit at the Huerfanito 8E will be closed on-site. The new OCD Pit Rule 17 Requires the surface owner be notified. Please feel free to contact me, if you have any questions.

Thank You,

Ethel Tally ConocoPhillips-SJBU 3401 E. 30th Farmington NM 87402 (505)599-4027 phone Ethel.Tally@conocophillips.com 1625 N French Dr., Hobbs, NM 88240

State of New Mexico

Energy, Minerals & Natural Resources Department

Form C-102

District II 1301 W Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd. Aztec, NM 87410

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Revised October 12, 2005
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

District IV 1220 S St Francis On, Santa Fe, NM 07505

Santa Fe, NM 87505 SEP 2 8 2007

AMENDED REPORT

Bureau of Land Management Farmington Field Office

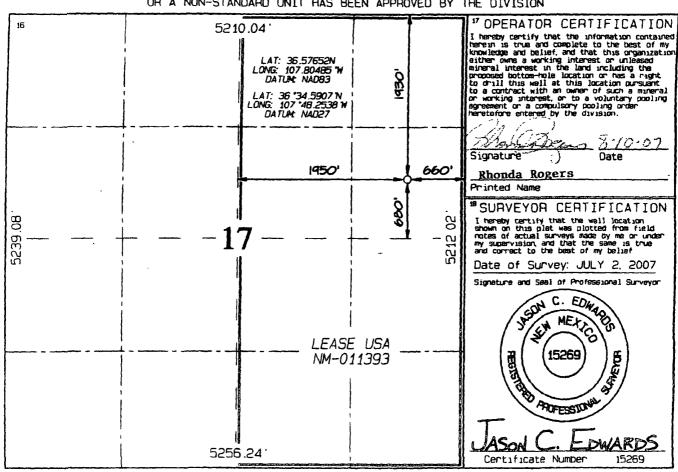
WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Numbe	7	'Pool Code 71599	
'Property Code		°pro	"Well Number
7138		HUI	BE
'0GRID №.	В	*Ope	*Elevation
14538		URLINGTON RESOURC	6355 '

10 Surface Location

	COLUMN TO LOCALION								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet, from the	East/Mest line	County
н	. 17	27N	9W		1930	NORTH	660	EAST	SAN JUAN
	11 Bottom Hole Location If Different From Surface								
UL or lot no	Sect ion	Township	Ranga	Lot Jan	Feet from the	North/South line	Feet from the	East/West line	County
	-								
12 Oddicated Acres					Dount or Infill	¹⁴ Comuo Indataon Code	¹⁵ Order No.		
	320	0.0 Acre	:s (E	(/2)					

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



Burlington Resources Oil & Gas Company, LP San Juan Basin Closure Plan

In accordance with Rule 19.15.17.12 NMAC the following information describes the closure requirements of temporary pits on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of pit closure. Closure report will be filed on C-144 and incorporate the following:

- Details on Capping and Covering, where applicable.
- Plot Plan (Pit Diagram)
- Inspection Reports
- Sampling Results
- C-105
- Copy of Deed Notice will be filed with County Clerk

General Plan:

- 1. All free standing liquids will be removed at the start of the pit closure process from the pit and disposed of in a division—approved facility or recycle, reuse or reclaim the liquids in a manner that the appropriate division district office approves.
- 2. The preferred method of closure for all temporary pits will be on-site burial, assuming that all the criteria listed in sub-section (B) of 19.15.17.13 are met.
- 3. The surface owner shall be notified of BR's closing of the temporary pit as per the approved closure plan using certified mail, return receipt requested.
- 4. Within 6 months of the Rig Off status occurring BR will ensure that temporary pits are closed, re-contoured, and reseeded.
- 5. Notice of Closure will be given to the Aztec Division office between 72 hours and one week of closure via email, or verbally. The notification of closure will include the following:
 - i. Operator's name
 - Location by Unit Letter, Section, Township, and Range. Well name and API number.
- 6. Liner of temporary pit shall be removed above "mud level" after stabilization. Removal of liner will consist of manually or mechanically cutting liner at mud level and removing all remaining liner. Care will be taken to remove "All" of the liner i.e., edges of liner entrenched or buried. All excessive liner will be disposed of at a licensed disposal facility.
- 7. Pit contents shall be mixed with non-waste containing, earthen material in order to achieve the solidification process. The solidification process will be accomplished using a combination of natural drying and mechanically mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed a safe and stable. The mixing ratio shall not exceed 3 parts clean soil to 1 part pit contents.
- 8. A five point composite sample will be taken of the pit using sampling tools and all samples tested per Subsection B of 19.15.17.13(B)(1)(b). In the event that the criteria are not met, all contents will be handled per Subparagraph (a) of Paragraph (1) of Subsection B of 19.15.17.13 i.e., Dig and haul.

Components	Tests Method	Limit (mg/Kg)
Benzene	EPA SW-846 8021B or 8260B	0.2
BTEX	EPA SW-846 8021B or 8260B	50
TPH	EPA SW-846 418.1	2500
GRO/DRO	EPA SW-846 8015M	500
Chlorides	EPA 300.1	(1000)500

- 9. Upon completion of solidification and testing standards being passed, the pit area will be backfilled with compacted, non-waste containing, earthen material. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. If standard testing fails BR will dig and haul all contents pursuant to 19.15.17.13.i.a. After doing such, confirmation sampling will be conducted to ensure a release has not occurred.
- 10. During the stabilization process if the liner is ripped by equipment the Aztec OCD office will be notified within 48 hours and the liner will be repaired if possible. If the liner can not be repaired then all contents will be excavated and removed.
- 11. Dig and Haul Material will be transported to the Envirotech Land Farm located 16 miles south of Bloomfield on Angel Peak Road, CR 7175. Permit # NM010011
- 12. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Reshaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 13. Notification will be sent to OCD when the reclaimed area is seeded.
- 14. BR shall 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 used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (unimpacted) 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.

Туре	Variety or Cultivator	PLS/A
Western wheatgrass	Arriba	3.0
Indian ricegrass	Paloma or Rimrock	3.0
Slender wheatgrass	San Luis	2.0
Crested wheatgrass	Hy-crest	3.0
Bottlebrush Squirreltail	Unknown	2.0
Four-wing Saltbrush	Delar	.25

Species shall be planted in pounds of pure live seed per acre: Present Pure Live Seed (PLS) = Purity X Germination/100

Two lots of seed can be compared on the basis of PLS as follows:

Source No. One (poor quality)

Purity

50 percent

Germination

40 percent

Percent PLS

20 percent

Source No. two (better quality)

Purity

80 percent

Germination

63 percent

Percent PLS

50 percent

5 lb. bulk seed required to make 2 lb. bulk seed required to make

1 lb. PLS 1 lb. PLS

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