Distract 1

1625 N. French Dr, Hobbs, NM 88240

District II

1301 W Grand Ave, Attesia, NM 88210

District III

 $1000\ Rio\ Biazos\ Rd$, Aztec, NM $\ 87410$

District IV

Energy Minerals and Natural Resources Department Oil Conservation Division

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

State of New Mexico

July 21, 2008 For temporary pits, closed-loop sytems, and below-grade

Form C-144

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

1220 S. St. Francis Dr., Santa Fe, NM 87505		appropriate NMOCD Distr	rict Office.		
	Pit, Closed-Loop System, Below-Grade Tank, or				
5373 <u>Prop</u>		Permit or Closure Plan Applica	ation_		
Type of action:	X Permit of a pit, closed-loop sys	stem, below-grade tank, or proposed alterna	tive method		
,	Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method				
	Modification to an existing per	rmit			
		or an existing permitted or non-permitted pi	t, closed-loop system,		
	below-grade tank, or proposed				
		idual pit, closed-loop system, below-grade lability should operations result in pollution of surface wa			
	• •	with any other applicable governmental authority's rules,			
1 Operator: Burlington Resources O	il & Cas Company I D	OGRID#: 14538			
Address: PO Box 4289, Farmington		OGRID#. <u>14336</u>			
Facility or well name: San Juan 28					
	0-039-29426	OCD Permit Number:			
U/L or Qtr/Qtr: L(NWSW) Secti	on: 32 Township: 28N	Range: 6W County: Rio	Arriba		
Center of Proposed Design: Latitude	26.616290'N	Longitude: 107.498380'W	NAD: X 1927 1983		
Surface Owner: X Federal	State Private	Tribal Trust or Indian Allotment			
String-Reinforced	iner type: Thickness mil		x Wx D		
3	· · · · · · · · · · · · · · · · · · ·				
X Closed-loop System: Subsec	tion H of 19.15.17.11 NMAC				
Type of Operation: P&A	Drilling a new well X Workover on notice of ir	or Drilling (Applies to activities which require p	rior approval of a permit or		
Drying Pad X Above Grou	and Steel Tanks Haul-off Bins	Other	A567892		
Lined Unlined Line	er type: Thicknessmıl	LLDPE HDPE PVD Oth	cr 4345678970		
Liner Seams: Welded F	actory Other	_	DEOENTED		
4			© ACCEIVED		
<u> </u>	1 of 19.15.17.11 NMAC		67 AFK 2009		
Volume: tank Construction material:	obl Type of fluid:		OIL CONS. DIV. DIST.		
Secondary containment with leak d	etection Visible sidewalls, lir	ner, 6-inch lift and automatic overflow shut-off	1882		
Visible sidewalls and liner		Other	22122324		
Liner Type: Thickness	milHDPEPV0	Other	OIL CONS. DIV. DIST.		
5					
Alternative Method:					
Submittal of an exception request is re-	quired. Exceptions must be submitted t	to the Santa Fe Environmental 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 baibed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet Alternate. Please specify				
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)				
Signs: Subsection C of 19.15.17.11 NMAC 12" X 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers X Signed in compliance with 19.15.3.103 NMAC				
Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19 15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district of the Santa Fe Environmental Bureau office for consumption of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	ideration 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. (Applied to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	Yes No			
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	Yes No			
adopted pursuant to NMSA 1978, Section 3-27-3, as amended - Written confurmation or verification from the municipality; Written approval obtained from the municipality Within 500 feet of a wetland. - 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 No			
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map Within a 100-year floodplain - FEMA map	Yes No			

Temporary Pits, Emergency Pits and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15 17 9 NMAC				
Instructions: Each of the following items must be attached to the application Please indicate, by a check mark in the box, that the documents are attached.				
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC				
Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9				
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15 17.10 NMAC				
Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC				
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17 12 NMAC				
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17 13 NMAC				
Previously Approved Design (attach copy of design) API 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				
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				
Previously Approved Operating and Maintenance Plan API				
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 Japanestica Plan				
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				
Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.				
Type: Drilling X Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank X Closed-loop System				
Alternative Proposed Closure Method: Waste Excavation and Removal				
X Waste Excavation and removal X Waste Removal (Closed-loop systems only)				
On-site Closure Method (only for temporary pits and closed-loop systems)				
In-place Burial On-site Trench				
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)				
15				
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan.				
Please indicate, by a check mark in the box, that the documents are attached.				
Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC				
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC				
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15 17.13 NMAC				
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC				
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC				

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16 Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks o	r 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 are required.		facilities				
Disposal Facility Name: Envirotech Disposa	Facility Permit # NM-01-0011					
Disposal Facility Name: Basin Disposal Facility Disposal	Facility Permit #: NM-01-005					
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations? Yes (If yes, please provide the information 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 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 appropraite requirements of Subsection C	01 19.13.17.13 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 source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance						
Ground water is less than 50 feet below the bottom of the buried waste		Yes No				
- NM Office of the State Engineer - tWATERS database search; USGS: Data obtained from	nearby wells	N/A				
Ground water is between 50 and 100 feet below the bottom of the buried waste		Yes No				
- NM Office of the State Engineer - tWATERS database search; USGS; Data obtained from	nearby wells	N/A				
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	□N/A				
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant water (measured from the ordinary high-water mark).	Yes No					
- Topographic map; Visual inspection (certification) of the proposed site						
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence a - Visual inspection (certification) of the proposed site; Aerial photo; satellite image	t the time of initial application	Yes No				
		Yes 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 or pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from	Yes No					
Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map, Topographic map; Visual inspection (ce	Yes No					
Within the area overlying a subsurface mine.	-	Yes No				
- Written confirantion or verification or map from the NM EMNRD-Mining and Mineral Di	vision					
Within an unstable area. - Engineering measures incorporated into the design, NM Bureau of Geology & Mineral Research	ources, USGS; NM Geological Society,	Yes No				
Topographic map Within a 100-year floodplain		Yes No				
- FEMA map						
18 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.	J	•				
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC						
Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC						
Construction/Design Plan of Burnal Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC						
Construction/Design Plan of Temporary Pit (for in place burnal of a drying pad) - based upon the appropriate requirements of 19.15.17.11 NMAC						
Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC						
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC						
Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)						
Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC						
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19 15 17.13 NMAC						
Ste Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15.17.13 NMAC						

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19						
Operator Application Certification: I hereby certify that the information submitted with	his application is true, accurate	e and complete to the	hest of my knowledge and belie	f		
	effery	Title:	Regulatory Technician			
	2 /2	Date .	4/6/2009			
Signatureioffoly@cong	anahillina kara		505-599-4025			
e-mail address: jeffekr@conoc	coprinipszcerii	Telephone:	303-399-4023			
20 OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: 4-23-05						
Title: Ensinospec		OCD Pern	nit 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 If different from approved plan, please explain	-	Alternative Closure	Method Waste Removal	(Closed-loop systems only)		
23 Closure Report Regarding Waste Removal Closu Instructions: Please identify the facility or facilitie were utilized. Disposal Facility Name: Disposal Facility Name. Were the closed-loop system operations and asse	s for where the liquids, drilling	g fluids and drill cutti Disposal Facility Disposal Facility	ngs were disposed. Use attachn Permit Number: Permit Number:	nent if more than two facilities		
Yes (If yes, please demonstrate compliance		No		VP		
Required for impacted areas which will not be used in Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding	•	ations:				
24						
Closure Report Attachment Checklist: In the box, that the documents are attached. Proof of Closure Notice (surface owner Proof of Deed Notice (required for on-si Plot Plan (for on-site closures and temporal Confirmation Sampling Analytical Resu Waste Material Sampling Analytical Resu Disposal Facility Name and Permit Num Soil Backfilling and Cover Installation Re-vegetation Application Rates and Sei Site Reclamation (Photo Documentation On-site Closure Location. Latitude:	and division) te closure) orary pits) dts (if applicable) sults (if applicable) aber eding Technique	ing items must be atte	nched to the closure report. Ple	ase indicate, by a check mark in		
25	,,,, <u>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>					
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:	1			
Signature		Date:				
e-mail address:		Telephone:				

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'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

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.