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

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

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

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

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 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								
case 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 vironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.								
)perator: Williams Operating Co, LLC OGRID #: 120782								
ddress: PO Box 640 / 721 S Main Aztec, NM 87410								
acility or well name: Rosa Unit 145D								
.PI Number: 30.045.35002 OCD Permit Number:								
/L or Qtr/Qtr A Section 16 Township 31N Range 6W County: San Juan								
enter of Proposed Design: Latitude <u>36.90498N</u> Longitude <u>-107.46109W</u> NAD: ☐1927 ☑ 1983								
urface Owner: Federal State Private Tribal Trust or Indian Allotment								
Permanent Emergency Cavitation P&A Lined Unlined Liner type: Thickness 20 mil LLDPE HDPE PVC Other String-Reinforced Volume: 20,000 bbl Dimensions: L 140' x W 70' x D 12'								
Closed-loop System: Subsection H of 19.15.17.11 NMAC								
pe of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of ent)								
Drying Pad Above Ground Steel Tanks Haul-off Bins Other								
Drying Pad								
ter Seams: Welded Factory Other								
B RECEIVED S								
Below-grade tank: Subsection I of 19.15.17.11 NMAC								
ume:bbl Type of fluid:								
k Construction material:								
Below-grade tank: Subsection I of 19.15.17.11 NMAC ume:								
Visible sidewalls and liner Visible sidewalls only Other								
er type: Thickness mil								
Alternative Method: nittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.								

6. Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks)						
Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital,						
institution or church) Thour foot height, four strands of barbed wire evenly spaced between one and four feet						
Alternate. Please specify As per BLM specifications						
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)						
<u>k</u>						
Signs: Subsection C of 19.15.17.11 NMAC						
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers						
☑ Signed in compliance with 19.15.3.103 NMAC						
Administrative Approvals and Exceptions: ustifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. **Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau onsideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for					
iting Criteria (regarding permitting): 19.15.17.10 NMAC nstructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptaterial are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the approfice or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a pplicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dry bove-grade tanks associated with a closed-loop system.	priate district pproval. ing pads or					
round 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					
 (ithin 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa ke (measured from the ordinary high-water mark). Topographic map; Visual inspection (certification) of the proposed site 	☐ Yes 🛭 No					
ithin 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. pplies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image						
ithin 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. pplies to permanent pits) Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	Yes No					
ithin 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock stering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site						
ithin incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance opted 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					
thin 500 feet of a wetland. At C. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes 🛛 No					
thin the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division						
thin an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☑ No					
thin a 100-year floodplain FEMA map	☐ Yes ⊠ No					

.. .

Instructions: Each of the following items must be		chment Checklist: Subsection B of 19.15.17.9 NMAC indicate, by a check mark in the box, that the documents are
attached. ☐ Hydrogeologic Report (Below-grade Tanks) - ☐ Hydrogeologic Data (Temporary and Emerger ☐ Siting Criteria Compliance Demonstrations - b ☐ Design Plan - based upon the appropriate requ ☐ Operating and Maintenance Plan - based upon	ncy Pits) - based upon the requirement pased upon the appropriate requirements of 19.15.17.11 NMAC	nts of Paragraph (2) of Subsection B of 19.15.17.9 NMAC ents of 19.15.17.10 NMAC
		ne appropriate requirements of Subsection C of 19:15.17.9 NMAC
Previously Approved Design (attach copy of des	sign) API Number:	or Permit Number:
		9.15.17.9 NMAC indicate, by a check mark in the box, that the documents are
	only for on-site closure) - based upon uirements of 19.15.17.11 NMAC	nirements of Paragraph (3) of Subsection B of 19.15.17.9 in the appropriate requirements of 19.15.17.10 NMAC
Closure Plan (Please complete Boxes 14 thround 19.15.17.13 NMAC	ugh 18, if applicable) - based upon t	he appropriate requirements of Subsection C of 19.15.17.9 NMAC
Previously Approved Design (attach copy of des		
		(Applies only to closed-loop system that use
bove ground steel tanks or haul-off bins and propo.	se to implement waste removal for c	losure)
Siting Criteria Compliance Demonstrations Climatological Factors Assessment Certified Engineering Design Plans - based up Dike Protection and Structural Integrity Desig Leak Detection Design - based upon the appro Liner Specifications and Compatibility Assess Quality Control/Quality Assurance Constructi Operating and Maintenance Plan - based upor Freeboard and Overtopping Prevention Plan Nuisance or Hazardous Odors, including H ₂ S, Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate req	pon the appropriate requirements of gn - based upon the appropriate requirements of 19.15.17.11 sment - based upon the appropriate ion and Installation Plan the appropriate requirements of 19 based upon the appropriate requires, Prevention Plan	19.15.17.11 NMAC irements of 19.15.17.11 NMAC NMAC requirements of 19.15.17.11 NMAC
oposed Closure: 19.15.17.13 NMAC structions: Please complete the applicable boxes	s, Boxes 14 through 18, in regards t	to the proposed closure plan.
☐ Alternative posed Closure Method: ☐ Waste Excavation as ☐ Waste Removal (Closure Method) ☐ On-site Closure Method	nd Removal losed-loop systems only) thod (Only for temporary pits and cle Burial On-site Trench Burial	ent Pit Below-grade Tank Closed-loop System osed-loop systems) tted to the Santa Fe Environmental Bureau for consideration)
sure plan. Please indicate, by a check mark in the Protocols and Procedures - based upon the application Confirmation Sampling Plan (if applicable) - Disposal Facility Name and Permit Number (if applicable).	the box, that the documents are atta propriate requirements of 19.15.17. based upon the appropriate requiren for liquids, drilling fluids and drill e s - based upon the appropriate requirente requirements of Subsection I of	13 NMAC nents of Subsection F of 19.15.17.13 NMAC uttings) rements of Subsection H of 19.15.17.13 NMAC 19.15.17.13 NMAC

·	
16. <u>Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only</u> : (19.15.17.13.I	O NMAC)
Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if na facilities are required.	
Disposal Facility Name: Disposal Facility Permit Number:	
Disposal Facility Name: Disposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future served. Yes (If yes, please provide the information below) No	vice and operations?
Required for impacted areas which will not be used for future service and operations Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	С
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 may require administrative approval from the appropriate distict considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justic lemonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	rict office or may be
Fround water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☒ No ☐ NA
oround water is between 50 and 100 feet below the bottom of the buried waste NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☑ No ☐ NA
iround 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	⊠ Yes □ No □ NA
Vithin 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa ike (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☑ No
/ithin 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
/ithin 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock atering 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	☐ Yes ⊠ No
'ithin incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance lopted 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
ithin 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
ithin the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☑ No
 ithin an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☑ No
ithin a 100-year floodplain FEMA map	☐ Yes ☑ No
-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plant a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 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 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 G of 19.15.17.13 NMAC	15.17.11 NMAC

19. Operator Application Certification:							
I hereby certify that the information submitted with this ap	plication is true, accurate and complete to the best of my knowledge and belief.						
Name (Print): Michael K. Lane	Title: Sr. EH & S Specialist						
	Date: 6/29/09						
Signature:	Date: 121107						
e-mail address: <u>myke.lane@williams.com</u>	Telephone: 505-634-4219						
20. OCD Approval: Permit Application (including closur	re plan) Closure Plan (only) COD Conditions (see attachment)						
OCD Representative Signature: Bunch	Sell Approval Date: 8-13-09						
Title: Eurivo /spec							
Title.	OCD Fernit Number.						
The closure report is required to be submitted to the divisi	pletion): Subsection K of 19.15.17.13 NMAC ed closure plan prior to implementing any closure activities and submitting the closure report. ion within 60 days of the completion of the closure activities. Please do not complete this en obtained and the closure activities have been completed. Closure Completion Date:						
3							
Closure Method: Waste Excavation and Removal On-Site Closure If different from approved plan, please explain.	Method						
nstructions: Please indentify the facility or facilities for wo facilities were utilized.	Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than						
	Disposal Facility Permit Number:						
Disposal Facility Name: Disposal Facility Permit Number:							
Yes (If yes, please demonstrate compliance to the ite							
equired for impacted areas which will not be used for futured Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technical							
in the second state of the second sec							
ark 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 applical Waste Material Sampling Analytical Results (required Disposal Facility Name and Permit Number Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technics Site Reclamation (Photo Documentation) On-site Closure Location: Latitude	able) ed for on-site closure) ique						
On-site Closure Location. Latitude							
perator Closure Certification: ereby certify that the information and attachments submitief. I also certify that the closure complies with all applitude (Print):	tted with this closure report is true, accurate and complete to the best of my knowledge and cable closure requirements and conditions specified in the approved closure plan. Title:						
;nature:	Date:						
nail address:	Telephone:						

District I 1625 M French Dr. Hobbs, NM 63240 State of New Mexico Energy, Mirenals & Natural Resources Department

Form C-102 Revised October 12, 2005 Instructions on back

District II 1301 W. Grand Avenue, Artesia, NM 89210 District III 1000 Rio Brazos Ro., Aztec, NM 87410

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe. NM 87505 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

District IV 1220 S. St. Francis Dr., Santa Fe, NY 87505

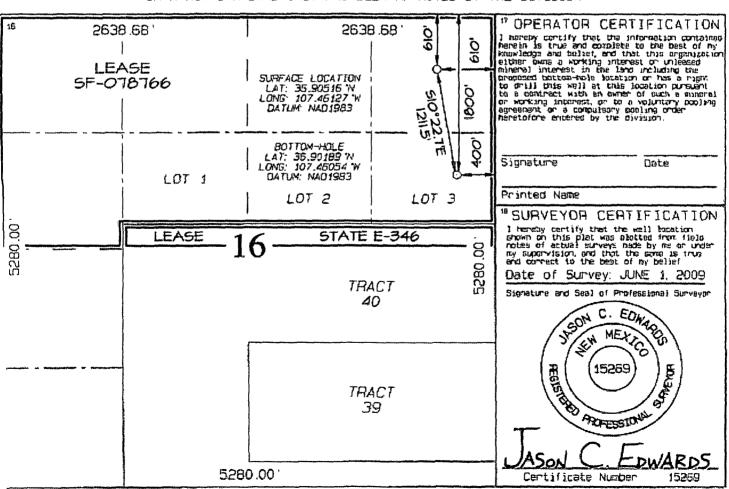
AMENDED REPORT

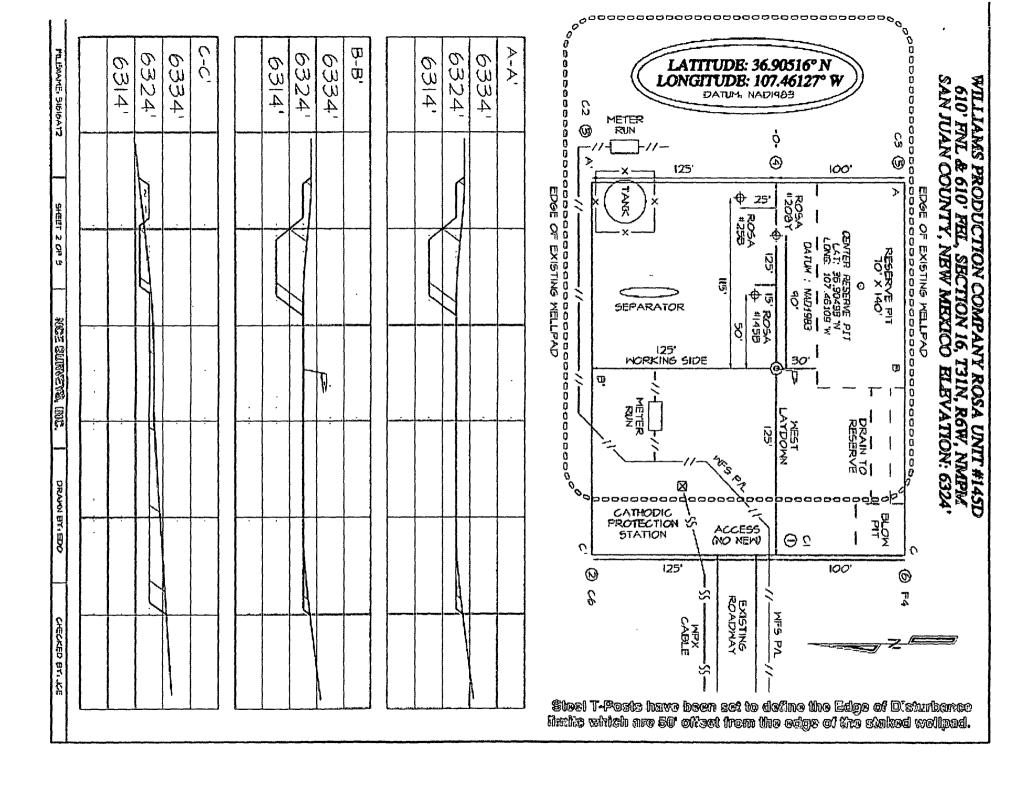
WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number	"Pool Code	'Pool Wase					
	97232 / 72319 / 71599	BASIN MANCOS / BLANCO MESAVERDE	/ BASIN DAKOTA				
Property Code		Property Nama					
17033	ROSA UNIT						
OGRID No.		Elevation					
120782	WILLIAMS PRODUCTION COMPANY 6324.						

10 Surface Location UL or lot co. Lot los lest free the Norsh/South Line East Aoust Ture Courts Sect 10 DWTS/125 Feet tron the 6W 610 HTROM EAST SAN JUAN Ú 16 31N 610 11 Bottom Hole Location If Different From Surface LL or lot on foot free the Buckum Township Free from the reach/Sean line East Arest line 6W NORTH 4 16 31N 1800 400 EAST SAN JUAN W Doministur Atres Joint or Infill of Contendidation Conte Denter se 320.0 Acres - (N/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





Hydrogeological Report Williams Production Company, LLC Rosa Unit #145D

Regional Hydrological Context

Referenced Well Location:

The referenced well and pit is located on Bureau of Reclamation lands in San Juan County, New Mexico. This site is positioned in the northeastern portion of the San Juan Basin, an asymmetrical syncline that extends from northwestern New Mexico into southwestern Colorado (Carson National Forest FEIS, 2008). Elevation of the referenced well is approximately 6324 feet MSL.

General Regional Groundwater Description:

As a portion of the San Juan Basin, the BOR administrative area is underlain by sandstone aquifers of the Colorado Plateau. The primary aquifer of potential concern at this location is the Unita-Animas Aquifer, composed primarily of Lower Tertiary rocks in the San Juan Basin. The aquifer consists of the San Jose Formation; the underlying Animas formation and its lateral equivalent, the Nacimiento formation; and the Ojo Alamo Sandstone. The thickness of the Unita-Animas aquifer generally increases toward the central part of the basin. In this region, the maximum thickness of the aquifer is approximately 3500 feet (USGS, 2001). This aquifer contains fresh to moderately saline water.

Groundwater generally flows toward the San Juan River and it tributaries, where it becomes alluvial groundwater or is discharged to stream flow. Additional information regarding the hydrogeologic setting can be found in the provided references.

Site Specific Information:

Surface Hydrology: The pit is located on a mid-elevation southwestern facing mesa,

approximately 1/4 mile west, northwest of the San Juan River

Arm of Navajo Reservoir.

1st Water Bearing Formation:

Formation Thickness: Underlying Formation: Depth to Groundwater: San Jose, Tertiary Approximately 1,900 ft. Nacimiento, Tertiary

Depth to groundwater is estimated at greater than 100 feet bgs.

Within a one-mile radius of this location, there were no iWATERS wells with recorded water depth information. However, cathodic data associated with the Rosa Unit Nos. 185 (approximately 1,509 feet from pit), and 145 (approximately 1,612 feet from pit) both show depth to moisture between 200

and 260 feet (see Siting Criteria Map I for details).

References:

Allen, Erin. Undated. Colorado Plateau Aquifers.

http://academic.emporia.edu/schulmem/hydro/TERM%20PROJECTS/2007/Allen/Aquifer.html.

New Mexico Energy, Minerals and Natural Resources Department, Division of Mining and Minerals. Database. 2009. Internet accessed June 2009.

New Mexico Office of the State Engineer. 2009. iWaters database. Internet accessed June 2009.

New Mexico WQCC. 2005. State of New Mexico Water Quality Act and the Water Control Commission Regulations.

United States Department of Agriculture, Forest Service. 2008. Final Environmental Impact Statement for Surface Management of Gas Leasing and Development. Jicarilla Ranger District, Carson National Forest, Rio Arriba County, New Mexico.

United States Department of the Interior. Bureau of Land Management. 2003. Final Farmington Resource Management Plan and Final Environmental Impact Statement. Farmington Field Office, Farmington, New Mexico.

United States Geological Survey. 2001. Ground Water Atlas of the United States: Arizona, Colorado, New Mexico and Utah. USGS Publication HA 730-C; http://capp.water.usgs.gov.

New Mexico Office of the State Engineer POD Reports and Downloads

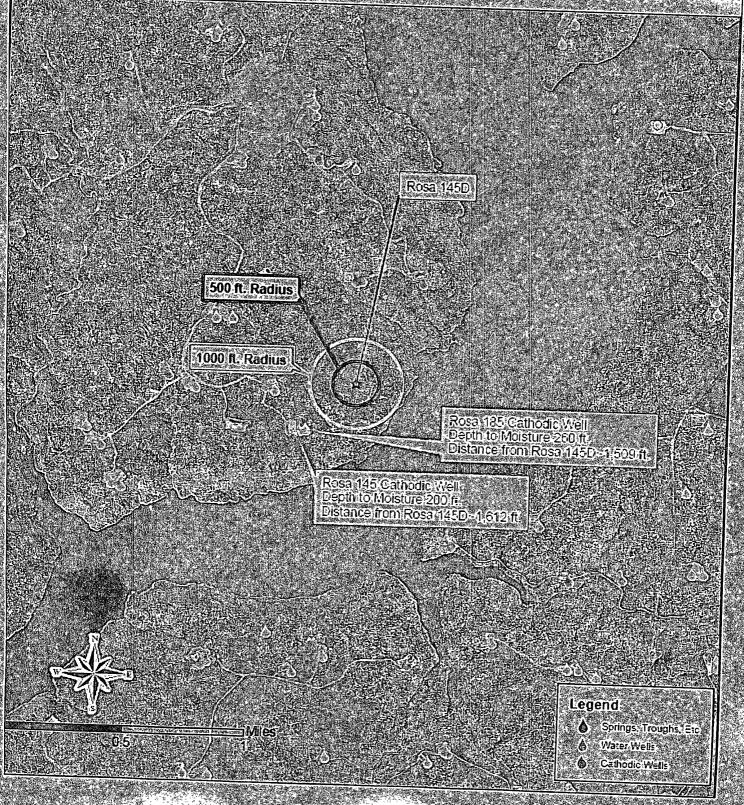
Township: 31N Range: 06W Sections:
NAD27 X: Y: Zone: Search Radius:
County: Basin: Number: Suffix:
Owner Name: (First) (Last) Non-Domestic Domestic All
POD / Surface Data ReportAvg Depth to Water ReportWater Column Report

WATER COLUMN REPORT 02/20/2009

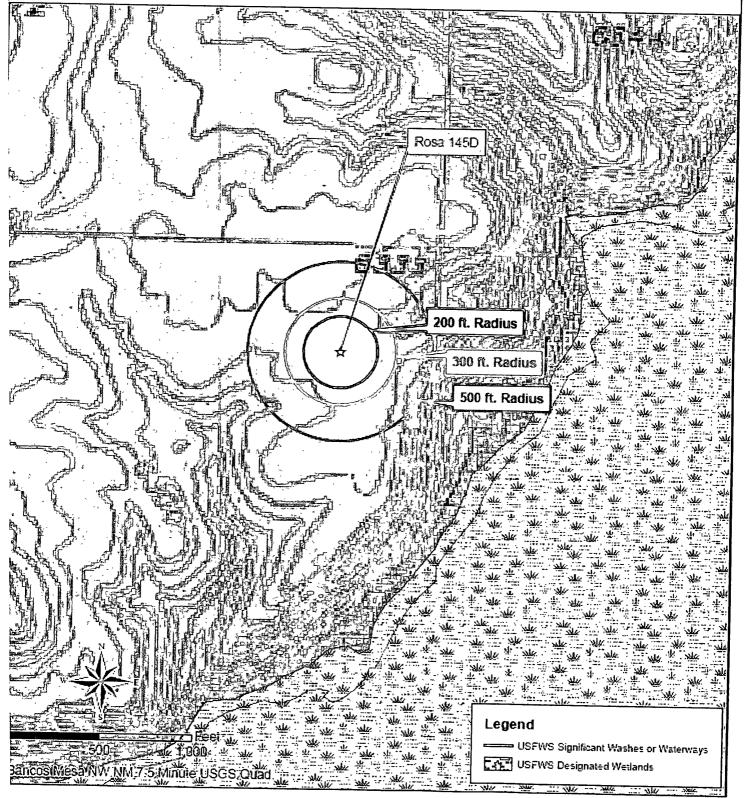
	-						3=SW 4=SE) smallest)			Depth	Depth	Water	(in feet)
Number	Tws	Rng	Sec	q	q	q	Zone	x	Y	Well	Water	Column	
03685 POD1	31N	06W	07	1	2	4.				460	310	150	
00011	31N	06W	32							145D			

ord Count: 2

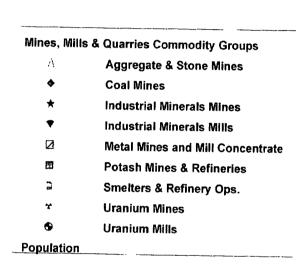
Siting Criteria Map I:
Water Wells, Cathodic Wells, & Springs
Williams Production Company, LLC
Rosa Unit No. 145D
T31N, R06W, Section 16 NMPM
San Juan County, New Mexico

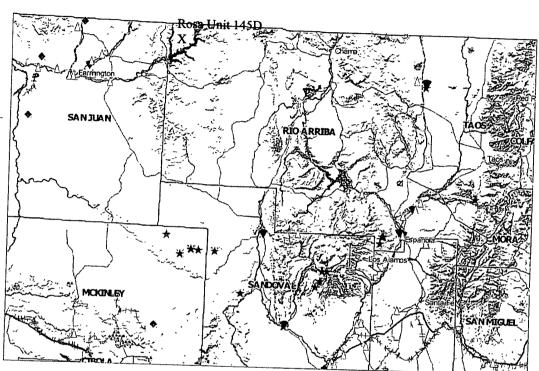


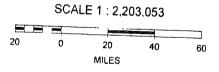
Siting Criteria Map II
Topographic Features
Williams Production Company, LLC
Rosa Unit No. 145D
T31N, R06W, Section 16 NMPM
San Juan County, New Mexico



MMQonline Public Version







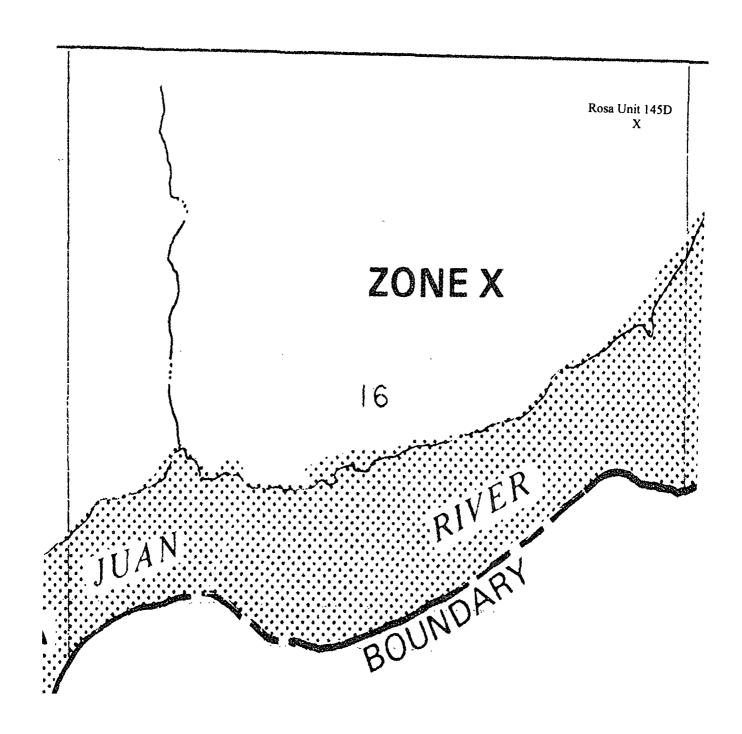


FEMA Map - 100-Year Floodplain:

According to FEMA records, this site is not located in a 100-year floodplain (see attached FEMA map).

Siting Criteria Compliance Demonstrations:

The Rosa Unit #145D well is not located in an unstable area. The location is not situated over a mine or a steep slope. Excavated pit material will not be located within 300 feet of a continuously flowing water course or within 200 feet of any other significant water course, lakebed, sinkhole, or playa lake (see Siting Criteria Map II). The site is not within 500 feet of any reported riparian areas or wetlands (see attached USFWS wetland map); within 500 feet of any private, domestic fresh water well or spring; or within 1000 feet of any other fresh water well or spring (see Siting Criteria Map I). The proposed pit will not be within any incorporated municipal boundaries or defined municipal freshwater well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. The location of the proposed pit is not within 300 feet of any permanent residence, school, hospital, institution, or church.



Williams Production Co., LLC San Juan Basin: New Mexico Assets

Temporary Pit In-place Closure Plan Drilling/Completion and Workover (Groundwater >100 feet bgs)

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general in-place closure requirements of temporary pits on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard procedure for all temporary pits to be utilized for the drilling, completion and/or workovers of oil and gas wells operated by WPX. For those temporary pits which do not conform to this standard closure plan, a separate well/pit specific closure plan will be developed and utilized.

All closure activities will include proper documentation and will be submitted to OCD within 60 days of the pit closure on a Closure Report using Division Form C-144. The Report will include the following:

- Details on Capping and Covering, where applicable
- Plot Plan (Pit Diagram)
- Inspection reports
- Sampling Results
- Division Form C-105: WELL COMPLETION OR RECOMPLETION REPORT AND LOG
- Copy of Deed Notice filed with the County Clerk (format to meet County requirements)

General Plan Requirements:

- All free standing liquids will be removed from the pit at the start of the closure process. Liquids
 will be removed in a manner that the appropriate District Office approves including; recycled,
 reused, reclaimed, evaporated, and/or disposed of in a Division-approved facility.
- 2. The preferred method of closure for all temporary pits will be on-site closure by in-place burial, provided all the criteria in 19.15.17.13.B are met.
- 3. The surface owner shall be notified of WPX's proposed closure plan using a means that provides proof of notice (i.e. certified mail/return receipt requested)
- 4. Within six months of the "rig-off" status occurring WPX will ensure that the temporary pit is covered, recontoured and reseeding in progress.
- 5. Notice of Closure will be given to the Aztec District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the following:
 - a. Operators Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)
- 6. The pit liner shall be removed above "mud level" after stabilization. Removal of the liner will consist of manually or mechanically cutting the liner at the mud level and removing all remaining liner. Care will be taken to remove "all" of the liner (I.e. anchored material). All excessive liner will be disposed of at a licensed disposal facility (probably San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426).
- 7. Solidification of the remaining pit contents shall be achieved by mixing non-waste containing, earthen material. The solidification process will be accomplished use a combination of natural drying and mechanical mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed safe and stable. The mixing ratio shall not exceed 3 parts non-waste 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 19.15.17.13(B)(1)(b) NMAC. In the event that the criteria are not met (See Table 1), all contents will be handled per 19.15.17.13(B)(1)(a) (i.e. dig and haul to a Division-approved facility). Approval to haul will be requested of the Aztec District office prior to initiation.

Table 1: Closure Criteria for Temporary Pits in Non-sensitive Areas

	Table 1: Classic Cinetia (C. Tamperal) 1 iis iii 110	7, 30, 30, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7,
Components	Testing Methods	Closure Limits (mg/kg)
Benzene	EPA SW-846 Method 8021B or 8260B	0.2
BTEX	EPA SW-846 Method 8021B or 8260B	50
TPH	EPA SW-846 Method 8015 M(Full Range)* or	2500
	Method 418.1	
GRO/DRO	EPA SW-846 Method 8015M (GRO/DRO)	500
Chlorides	EPA SW-846 Method 300.1	1000

^{*} Preferred method

- 9. Upon completion of solidification and testing, the pit area will be backfilled with non-waste earthen material compacted to native conditions to enable effective revegetation for successful evapotranspiration. A minimum of four feet of cover including replacement of one foot of suitable material to establish vegetation, or the background thickness of topsoil, whichever is greater.
- 10. Following cover, the site will be recontoured to meet the Surface Management Agency or surface owner requirements. Re-contouring will attempt to match fit, shape, line form, and texture of the surrounding geography. Re-shaping will include drainage control, prevent ponding, and minimize erosion. Natural drainages will be unimpeded and stormwater Best Management Practices (BMPs) will be used to aid in soil stabilization and protection surface water quality.
- 11. Notification will be sent to the Aztec District office when the reclaimed area is seeded.
- 12. WPX shall seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. 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 maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: WPX assumes the seeding stipulations including mix and seeding methods specified by the Surface Management Agency (BLM, BOR, USFS, Tribal, etc.) or Land owner as part of a surface use agreement or APD are Division-approved methods unless notified by the Division of their unacceptability.
- 13. 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 on site burial upon the abandonment of all'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 on site 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 operations information at the time of all wells on the pad abandoned. The information will include Operator Name, Lease Name, Well Name, and number, USTR, and an indicator that the marker is an onsite pit burial location.

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Williams Production Co., LLC San Juan Basin: New Mexico Assets

Temporary Pit Design and Construction Plan Drilling/Completion and Workover

In accordance with Rule 19.15.17 NMAC, the following plan describes the general design and construction (D&C) of temporary pits on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard procedure for all temporary pits to be utilized for the drilling, completion and/or workover of oil and gas wells operated by WPX. For those temporary pits which do not conform to this standard plan, a separate well specific D&C plan will be developed and utilized.

General Plan Requirements:

- 1. WPX will design and construct a temporary pit to contain liquids and solids associated with drilling, completion and workover of oil and gas wells which will prevent contamination of fresh water resources and protect public health and the environment.
- 2. Prior to excavation of the pit, topsoil will be stripped and stockpiled within the construction zone for later use during restoration.
- 3. WPX will post a well sign, not less than 12" by 24", on the well site prior to construction of the temporary pit. This sign will list the operator on record, the location of the well site by unit letter/section/township/range, and emergency telephone number(s).
- 4. WPX shall construct all new fences utilizing 48" steel mesh field-fence (hogwire) on the bottom with a single strand of barbed wire on top. T-posts will be installed every 12 feet and corners shall be anchored utilizing a secondary T-post or similar bracing. Temporary pits will be fenced at all times excluding drilling/completion and/or workover operations when the rig is present on site, at which time the "front" side of the fence will be temporarily removed for operational purposes.
- 5. WPX shall construction the temporary pit so that the foundation and interior slopes are firm and free of rocks, debris, sharp edges or irregularities to meet manufacturers' specifications and potential liner failure.
- 6. WPX shall construct the pit so that the slopes are no steeper than two horizontal to one vertical. Where steeper slopes are required due to surface owner and right-a-way restriction, an engineers certification of stability will be provided with the well pit application.
- 7. Pit well will be walked down by a crawler type tractor following construction and prior to liner installation.
- 8. All temporary pits will be lined with a 20-mil, string reinforced, LLDPE liner, complying with EPA SW-846 method 9090A requirements.
- 9. Geotextile will be installed beneath the liner when rocks, debris, sharp objects or irregularities can not be avoided.
- 10. All liners will be anchored in the bottom of a compacted earth-filled trench consistent with manufacturer's specifications and at least 18 inches deep.
- WPX will minimize liner seams and orient them up and down, not across slope faces. Factory seams will be used whenever possible. Field seams will be overlapped per manufacturers' specifications. WPX will minimize the number of field seams in corners and irregularly shaped areas.
- 12. The liner shall be protected from any fluid force or mechanical damage through the use of mud pit slides (secondary liner placed over the primary liner), and/or a manifold system.
- 13. The pit shall be protected from run-on by construction of diversion ditches around the location or around the perimeter of the pit in as necessary.
- 14. The volume of the pit shall not exceed 10 acre-feet, including freeboard
- 15. Temporary blow pits will be constructed to allow gravity flow to discharge into the lined reserve pit.
- 16. Only the upper portion of the blow pit will be unlined as allowed in the Rule 19.15.17.11.F(11) NMAC.
- 17. WPX will modify this design if field and/or operating conditions do not effectively allow drainage of the blow pit and freestanding liquids pose a potential concern.

Williams Production Co., LLC San Juan Basin: New Mexico Assets

Temporary Pit Maintenance & Operating Plan Drilling/Completion and Workover

In accordance with Rule 19.15.17 NMAC, the following plan describes the general operations and maintenance (O&M) of temporary pits on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard procedure for all temporary pits to be utilized for the drilling, completion and/or workover of oil and gas wells operated by WPX. For those temporary pits which do not conform to this standard O&M plan, a separate well specific O&M plan will be developed and utilized.

General Plan Requirements:

- WPX will operate and maintain a temporary pit to contain liquids and solids associated with drilling, completion and workover of oil and gas wells which will prevent contamination of fresh water resources and protect public health and the environment.
- WPX will to the extent practical conserve drilling fluids for reuse by transferring liquids to pits ahead of the rigs. All other fluids will be disposed by evaporation or transport to Basin Disposal, Inc in Bloomfield, New Mexico (Permit # NM-01-005).
- 3. WPX shall maintain at least two (2) feet of vertical freeboard for a temporary pit.
- 4. WPX shall remove all free liquids from a temporary pit within 30 days from the date the drilling or workover rig is released.
- Only fluids and solids generated during the drilling/completion/workover process may be discharged into a temporary pit. Other miscellaneous solid waste or debris will not be allowed.
- 6. WPX will not discharge or store any hazardous waste as defined under RCRA 40CFR 261 and 19.15.1.7.W(3) NMA in any temporary pit.
- 7. If any pit liner's integrity is compromised, or if any penetration of the liner occurs:
 - a. Above the liquid's surface, WPX shall repair the damage or replace the liner as necessary.
 WPX will notify the NMOCD Aztec District Office by phone or email within 48-hours of discovery.
 - b. Leak below the liquid's surface, WPX shall suspend operations, remove all liquids above the damaged liner within 48 hours, and repair the damage or replace the liner. WPX will notify and report to NMOCD as follows:
 - If the release is less than 25 bbls, the Aztec District Office by phone or email within 48hours of discovery and repair.
 - ii. If the release is suspected to be greater than 25 bbls, the Aztec District Office and the Environmental Bureau Chief by phone for immediate verbal notification pursuant to 19.15.3.116.B (1)(d).
 - c. Written Spill/Release reports will be submitted on Form C-141 per 19.15.3.116.C NMAC within 15 days to the Aztec District Office.
- 8. The liner shall be protected from any fluid force or mechanical damage through the use of mud pit slides (secondary liner placed over the primary liner), and/or a manifold system.
- 9. Diversion ditches, around the location or around the perimeter of the pit, shall be maintained as protection from run-on.
- 10. WPX shall immediately remove any visible layer of oil from the surface of a temporary pit following cessation of drilling/completion/workover operations. Oil absorbent booms will be utilized to contain and remove oil. An oil absorbent boom will stored on-site until the pit is covered.
- 11. WPX will inspect the temporary pits as follows to ensure compliance with this plan:
 - Daily during drilling or workover operations. Inspections will be included with the IADC reports.
 - b. Weekly as long as liquids remain in the pit. Electronic copies of the inspections will be kept at the WPX San Juan Basin office.
 - Copies of the inspections will be filed with the NMOCD Aztec District office upon pit closure.
- WPX shall remove all free liquids from a blow/flare (cavitation) pit within 48 hours after completing operations. WPX may request additional time to remove liquids from the Aztec District office if it is not feasible to meet the 48 hour requirement.