District 1 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 <u>District IV</u> 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.

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Pit, Closed-Loop System, Below	-Grade Tank, or
Proposed Alternative Method Permit or C	Closure Plan Application
Type of action: Existing BGT Closure of a pit, closed-loop system, below-g Modification to an existing permit Closure plan only submitted for an existing permit below-grade tank, or proposed alternative method	
Instructions: Please submit one application (Form C-144) per individual pit, clos	red-loon system, below-grade tank or alternative request
Please be advised that approval of this request does not relieve the operator of liability should operator of its responsibility to comply with any other	ations result in pollution of surface water, ground water or the
operator: XTO Energy, Inc.	OGRID #: 5380
Address: #382 County Road 3100, Aztec, NM 87410	
Facility or well name: Abrams Gas Unit C#1	
API Number: 3004507880 OCD Permit Number	
U/L or Qtr/Qtr _FSection25Township29NRange10'	
Center of Proposed Design: Latitude 36.69977 Longitude 1	<u>07.83865</u> NAD: ☐1927 ⊠ 1983
Surface Owner: Federal State Private Tribal Trust or Indian Allotment	
☐ Pit: Subsection F or G of 19.15.17.11 NMAC Temporary: ☐ Drilling ☐ Workover ☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ HDPE ☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other	·
3. Closed-loop System: Subsection H of 19.15.17.11 NMAC	·
Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to a intent)	activities which require prior approval of a permit or notice of
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other	3031-12
☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE	40
Liner Seams: Welded Factory Other	RECENT O
4. ■ Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 95 bbl Type of fluid: Produced Water Tank Construction material: Steel ■ Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and a	automatic overflow shut-off
Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other Visible sidewalls, va	ulted, automatic high-level shut off, no liner
Liner type: Thickness mil [] HDDE [] DVC [] Other	

Alternative Method:

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

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 institution or church)	ol, hospital,
Four foot height, four strands of barbed wire evenly spaced between one and four feet	
☐ Alternate. Please specify Four foot height, steel mesh field fence (hogwire) with pipe top railing	
7.	A120
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)	
Screen Netting Other Expanded metal or solid vaulted top	
Monthly inspections (If netting or screening is not physically feasible)	
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 Signed in compliance with 19.15.3.103 NMAC	
Z signed in compinance with 19.15.3.103 NIVIAC	
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 or the Santa Fe Environmental Bureau consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	ı office for
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 accematerial 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 applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dry above-grade tanks associated with a closed-loop system.	opriate district approval.
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 significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☒ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	Yes No
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	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 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	☐ Yes ☒ No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ⊠ No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☒ No
Within the area overlying a subsurface mine. Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ⊠ No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ⊠ No
Within a 100-year floodplain. FEMA map	☐ Yes ⊠ No

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. Mark Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC
Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number: or Permit Number:
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 Number:
Previously Approved Operating and Maintenance Plan API Number:(Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
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 (1) of Subsection B of 19.15.17.9 NMAC ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
☐ Climatological Factors Assessment
☐ Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC
Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Quality Control/Quality Assurance Construction and Installation Plan
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
 □ Nuisance or Hazardous Odors, including H₂S, Prevention Plan □ Emergency Response Plan
Oil Field Waste Stream Characterization
Monitoring and Inspection Plan Erosion Control Plan
Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
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: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative
Proposed Closure Method: Waste Excavation and Removal
 Waste Removal (Closed-loop systems only) On-site Closure Method (Only for temporary pits and closed-loop systems)
☐ In-place Burial ☐ On-site Trench Burial
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

16. Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13 Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if facilities are required.	.D NMAC)		
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 se Yes (If yes, please provide the information below) No	rvice 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	AC .		
17. 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 sou provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate dis considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Just demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	trict office or may be		
Ground 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		
Ground 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		
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No		
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No		
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No		
Within 500 horizontal feet of a 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. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	☐ Yes ☐ No		
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No		
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No		
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	Yes No		
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☐ No		
Within a 100-year floodplain. - FEMA map	☐ Yes ☐ No		
Proof of Surface Owner Notice - based upon the appropriate requirements of 19.15.17.13 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 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 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 Construction 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 I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	15.17.11 NMAC		

Operator Application Certification: I hereby certify that the information submitted with this application	is true, accurate and complete to the best of my knowledge and belief.
Name (Print): Kim Champlin	Title: Environmental Representative
Signature: Kim Wamplin	Date:11/24/08
e-mail address: kim_champlin@xtoenergy.com	Telephone: (505) 333-3100
OCD Approval: Permit Application (including closure plan) OCD Representative Signature:	Closure Plan (endy) OCD Conditions (see attachment) 2/9/// Approval Date: 4/8/10
Title: Enkanned Enguler	OCD Permit Number:
	plan prior to implementing any closure activities and submitting the closure report. 60 days of the completion of the closure activities. Please do not complete this
	Variosure Completion Date: OVIE 30, 8010
Closure Method: Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain.	☐ Alternative Closure Method ☐ Waste Removal (Closed-loop systems only)
	oop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than
Disposal Facility Name:	•
Disposal Facility Name:	Disposal Facility Permit Number:
Were the closed-loop system operations and associated activities performed. Yes (If yes, please demonstrate compliance to the items below)	formed on or in areas that <i>will not</i> be used for future service and operations? No
Required for impacted areas which will not be used for future service Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	and operations:
mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division) a hacked. Proof of Deed Notice (required for on-site closure) Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable) a hacked. Waste Material Sampling Analytical Results (required for on-site Disposal Facility Name and Permit Number a hacked. Soil Backfilling and Cover Installation per OCD Serve Re-vegetation Application Rates and Seeding Technique. Site Reclamation (Photo Documentation) a hacked.	ched
25. Operator Closure Certification:	
I hereby certify that the information and attachments submitted with the	his closure report is true, accurate and complete to the best of my knowledge and are requirements and conditions specified in the approved closure plan.
	Title: EHKS Specialist
Signature:	Date: 6/30/2010
e-mail address: Tames - McDaniel Axtoone	·

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- 1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment
- 2. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.
- 4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B Soil contaminated by exempt petroleum hydrocarbons Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

- 5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office has approved prior to removal. Any associated liners will be removed, properly cleaned and disposed of per 19.15.9.712 NMAC at San Juan County Landfill. Documentation of the final disposition will be included in the closure report.
- 6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.
- 7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Closure Plan
For Below-Grade Tanks
Page 2

analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

- 8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.
- 9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.
- 10. Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally.

 The notification will include the following:
 - i. Operator's name
 - ii. Well Name and API Number
 - iii. Location by Unit Letter, Section, Township, and Range

The surface owner shall also be notified prior to the implementation of any closure operations of below-grade tanks as per the approved closure plan using certified mail, return receipt requested.

- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be placed in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. Soil cover will be constructed to the site's existing grade and ponding of water and erosion of the cover material will be prevented with drainage control, natural drainages and silt traps where needed.
- 13. XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Closure Plan
For Below-Grade Tanks
Page 3

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner;
 - ii. Details on capping and covering, where applicable;
 - iii. Inspection reports;
 - iv. Confirmation sampling analytical results;
 - v. Disposal facility name(s) and permit number(s);
 - vi. Soil backfilling and cover installation;
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable);
 - viii. Photo documentation of the site reclamation

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

Lease Name: Abrams Gas COM C #1

API No.: 30-045-07880

Description: Unit F, Section 25, Township 29N, Range 10W, San Juan County

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.

Closure Date is June 30, 2010

- 2. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.

 Closure Date is June 30, 2010
- 3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.

Required C-144 Form is attached to this document.

4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011

Soil contaminated by exempt petroleum hydrocarbons Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

All liquids and sludge were removed from the tank prior to closure activities.

5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves. XTO has removed the below grade tank, and will dispose of it at a division approved facility, or recycle, reclaim or reuse it in a manner that is approved by the division.

6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.

All on-site equipment has been removed due to plugging and abandoning of this well location.

At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

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

Components	Test Method	Limit (mg/Kg)	Results
Benzene	EPA SW-846 8021B or 8260B	0.2	ND
BTEX	EPA SW-846 8021B or 8260B	50	ND
ТРН	EPA SW-846 418.1	100	25.5 mg/kg
Chlorides	EPA 300.1	250 or background	30 mg/kg

8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.

A release has NOT occurred at this location.

9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.

This site will be recontoured and revegitated upon completion of the plugging and abandoning of this well site.

10. Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally.

The notification will include the following:

- i. Operator's name
- ii. Well Name and API Number
- iii. Location by Unit Letter, Section, Township, and Range

Notification was provided to Mr. Brandon Powell with the Aztec office of the OCD via email on June 24, 2010; see attached email printout.

The surface owner shall be notified of XTO's proposal to close the BGT as per the approved closure plan using certified mail, return receipt requested.

The surface owner was notified on June 26, 2010; see attached letter and return receipt.

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

XTO Energy is working with the surface owner to recontour and revegitate this site to the surface owner's specifications.

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

The area has been backfilled to match these specifications.

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

XTO Energy is working with the surface owner to recontour and revegitate this site to the surface owner's specifications.

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner; attached
 - ii. Details on capping and covering, where applicable; per OCD Specifications
 - iii. Inspection reports; None Found
 - iv. Confirmation sampling analytical results; attached
 - v. Disposal facility name(s) and permit number(s); see above
 - vi. Soil backfilling and cover installation; per OCD Specifications
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable); per Surface Owner Specifications
 - viii. Photo documentation of the site reclamation, attached

District 1
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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Revised October 10, 2003 ubmit 2 Copies to appropriate

Form C-141

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Attached

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company: XTO Energy, Inc. Contact: James McDaniel Address: 382 Road 3100, Aztec, New Mexico 87410 Telephone No.: (505) 333-3701 Facility Name: Abrams Gas COM C #1 (30-045-07880) Facility Type: Gas Well (Pictured Cliffs) Surface Owner: Private (Fee) Mineral Owner: Lease No.: Fee LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line Feet from the Range East/West Line County F 25 29N 10W 1659 **FNL** FWL. 1650 San Juan Latitude: 36.69910 Longitude: -107.83978 NATURE OF RELEASE Type of Release: None Volume of Release: NA Volume Recovered: NA Source of Release: None Date and Hour of Occurrence: Date and Hour of Discovery: NA Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☐ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Below grade tank was taken out of service due to plugging and abandoning of this well site. A closure composite was collected from beneath the BGT, and analyzed for TPH via USEPA Method 418.1, GRO/DRO via USEPA Method 8015, BTEX via USEPA Method 4500B. The sample returned results below the 100 mg/kg TPH standard, the 0.2 mg/kg benzene standard, the 50 mg/kg total BTEX standard, and the 250 mg/kg total chloride standard, confirming that a release has NOT occurred. Describe Area Affected and Cleanup Action Taken.* No release has occurred at this location. I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations. OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Printed Name: James McDaniel Title: EH&S Specialist Approval Date: **Expiration Date:** E-mail Address: James_McDaniel@xtoenergy.com Conditions of Approval:

Phone: 505-333-3701

Date: 6/30/2010

^{*} Attach Additional Sheets If Necessary



James McDaniel /FAR/CTOC 06/24/2010 02:47 PM

To brandon.powell@state.nm.us

CC

bcc

Subject Abrams Gas COM C #1

Brandon,

Please consider this email the required 72 hour notice for BGT closure activities at the Abrams Gas COM C #1 well site (api #30-045-07880) located in Unit F, Section 25, Township 29N, Range 10W, San Juan County, New Mexico. This well has been P&Aed, and the BGT is no longer in service. Thank you for your time in regards to this matter.





June 25, 2010

Elizabeth M. Rudd Trustee PO Box 327 Bloomfield, New Mexico, 87413

Re:

Abrams Gas COM C #1

Unit F, Section 25, Township 29N, Range 10W, San Juan County, New Mexico

Dear Ms. Rudd,

This submittal is pursuant to Rule 19.15.17.13 requiring operators to notify surface owners of the closure of a below grade tank pit. XTO Energy, Inc. (XTO) is hereby providing written documentation of our proposal to close the below grade tank pit associated with the above mentioned well site by waste excavation and removal.

Should you have questions or require additional information, please feel free to contact me at your convenience at (505) 333-3100. Thank you for your time in regards to this matter.

Respectfully Submitted.

James McDaniel EH&S Specialist XTO Energy, Inc. San Juan Division

SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY A. Signature Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. ■ Print your name and address on the reverse ☐ Addressee so that we can return the card to you. Date of Delivery Attach this card to the back of the mailpiece, or on the front if space permits. D. Is delivery address different from item ☐ No If YES, enter delivery address below: 3. Service Type Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ C.O.D. Insured Mail 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7010 0780 0001 6436 8027 (Transfer from service label) PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540

5 8027	(Pomestic Mell (C	MAIL: REC My Mo Insurance Gr Mondation websites	overege Provided)
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	Restricted Delivery Fee (Endorsement Required)	IN CHAIN	2010
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7070	Street, Apt. No.; or PO Box No.	BOX 327	
	City State ZIP+4	ield, NUL E	37413
	PS Form 3300, August 8	2003	See Reverse for instructions



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	ХТО	Project #:	98031-0121
Sample ID:	BGT Closure Comp	Date Reported:	04-02-10
Laboratory Number:	53517	Date Sampled:	03-30-10
Chain of Custody:	8934	Date Received:	03-30-10
Sample Matrix:	Soil	Date Analyzed:	04-02-10
Preservative:	Cool	Date Extracted:	04-01-10
Condition:	Intact	Analysis Requested:	BTEX

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)	
_			
Benzene	ND	0.9	
Toluene	ND	1.0	
Ethylbenzene	ND	1.0	
p,m-Xylene	ND	1.2	
o-Xylene	ND	0.9	
Total BTEX	ND		

ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries: Parameter		Percent Recovery	
	Fluorobenzene	91.0 %	
	1,4-difluorobenzene	99.0 %	
	Bromochlorobenzene	94.0 %	

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Abrams Gas Com C#1



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client: Sample ID:	N/A 04-02-BT QA/QC	Project #: Date Reported:	N/A 04-02-10
Laboratory Number:	53512	Date Sampled:	N/A
Sample Matrix: Preservative:	Soil N/A	Date Received: Date Analyzed:	N/A 04-02-10
Condition:	N/A	Analysis:	BTEX

Calibration and Detection Limits (ug/L)	r⊩Cal RF.	. C-Cal RF: ∵Accept: Rang	%Diff. je 0 - 15%	Blank Gond	Defect.
Benzene	1.4400E+006	1.4429E+006	0.2%	ND	0.1
Toluene	1.3320E+006	1.3346E+006	0.2%	ND	0.1
Ethylbenzene	1.2003E+006	1.2027E+006	0.2%	ND	0.1
p,m-Xylene	3.0155E+006	3.0216E+006	0.2%	ND	0.1
o-Xylene	1.1383E+006	1.1406E+006	0.2%	ND	0.1

Duplicate Conc. (ug/Kg)	Sample Du	plicate	%Diff.	Accept Range	#Detect#Bimit 8.4
Benzene	ND	ND	0.0%	0 - 30%	0.9
Toluene	ND	ND	0.0%	0 - 30%	1.0
Ethylbenzene	ND	ND	0.0%	0 - 30%	1.0
p,m-Xylene	ND	ND	0.0%	0 - 30%	1.2
o-Xylene	ND	ND	0.0%	0 - 30%	0.9

Spike Conc. (ug/Kg)	Sample Amo	unt Spiked _ Spik	ed Sample	% Recovery **	Accept Range
Benzene	ND	50.0	49.6	99.2%	39 - 150
Toluene	ND	50.0	49.5	99.0%	46 - 148
Ethylbenzene	ND	50.0	48.9	97.8%	32 - 160
p,m-Xylene	ND	100	98.0	98.0%	46 - 148
o-Xylene	ND	50.0	49.7	99.4%	46 - 148

ND - Parameter not detected at the stated detection limit.

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996.

Comments:

QA/QC for Samples 53512 - 53514, 53517 - 53520, 53536 - 53537, and 53547

Analyst

Review



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:	ХТО	Project #:	98031-0121
Sample ID:	BGT Closure Composite	Date Reported:	04-02-10
Laboratory Number:	53517	Date Sampled:	03-30-10
Chain of Custody No:	8934	Date Received:	03-30-10
Sample Matrix:	Soil	Date Extracted:	03-31-10
Preservative:	Cool	Date Analyzed:	03-31-10
Condition:	Intact	Analysis Needed:	TPH-418.1

		Det.
	Concentration	Limit
Parameter	(mg/kg)	(mg/kg)

Total Petroleum Hydrocarbons

25.5

16.1

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water

and Waste, USEPA Storet No. 4551, 1978.

Comments:

Abrams Gas Com C#1

Mistine Mucetous Review



EPA METHOD 418.1 TOTAL PETROLEUM HYROCARBONS QUALITY ASSURANCE REPORT

Client:

QA/QC

Project #:

N/A

Sample ID:

QA/QC

Date Reported:

04-01-10

Laboratory Number:

03-31-TPH.QA/QC 53509

Date Sampled:

N/A

TPH [']

Sample Matrix:

Freon-113

Date Analyzed:

03-31-10

Preservative:

Condition:

N/A N/A Date Extracted: Analysis Needed: 03-31-10

Calibration I-Cal Date

C-Cal Date I-Cal RF:

C-Cal RF: % Difference

03-04-10

03-31-10

1.680

1.630

3.0%

Accept: Range +/- 10%

Blank Conc. (mg/Kg)

Concentration

Detection Limit

TPH

ND

16.1

Duplicate Conc. (mg/Kg)

Sample

Duplicate

% Difference Accept. Range +/- 30%

TPH

76.5

79.2

3.5%

Spike Conc. (mg/Kg) **TPH**

Sample 76.5

Spike Added 2,000

1.810

Spike Result: % Recovery 87.2%

Accept Range 80 - 120%

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water

and Waste, USEPA Storet No. 4551, 1978.

Comments:

QA/QC for Samples 53509 - 53513 and 53517 - 53520.

thristine of Walter



Chloride

Client:	XTO	Project #:	98031-0121
Sample ID:	BGT Closure Composite	Date Reported:	04-02-10
Lab ID#:	53517	Date Sampled:	03-30-10
Sample Matrix:	Soil	Date Received:	03-30-10
Preservative:	Cool	Date Analyzed:	04-01-10
Condition:	Intact	Chain of Custody:	8934

Parameter

Concentration (mg/Kg)

Total Chloride

30

Reference:

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983. Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments:

Abrams Gas Com C#1

Analyst

CHAIN OF CUSTODY RECORD

8934

	Relinquished by: (Signature)	Relinquished by: (Signature)	Relinquished by: (Signature)		and the same of th) 	SOT Closur	Sample No./ Identification	Client Phone No.: 787-0519	Client Address: 3LOO	Client: XTO
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														•	53517	e Lab No.	Client No.: 980	Sampler Name:	Project Name / Location:
			3/30/10	Soil Sludge Solid Aqueous	Solid Sludge Solid Aqueous			Solid Sludge	Solid Aqueous		Soil Sludge Solid Aqueous	Solid Studge Solid Aqueous		Soil Sludge Solid Aqueous	Soil Sludge Solid Aqueous	Sample Matrix	- 01.	anic/	ocation:
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5796 US Highway 64 • Farmington, NM 87401 • 505-632-0615 • lab@envirotech-inc.com

XTO Energy, Inc. Abrams Gas COM C #1 Section 25, Township 29N, Range 10W Closure Date 6/30/2010

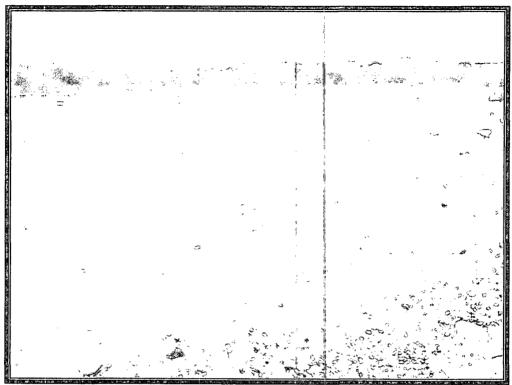


Photo 1: Abrams Gas COM C #1 Well Site after Backfill (View 1)

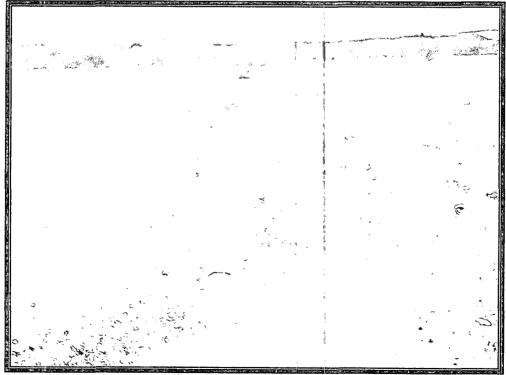


Photo 2: Abrams Gas COM C #1 Well Site after Backfill (View 2)