District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

Form C-144 Revised April 3, 2017

For temporary pits, below-grade tanks, and multi-well fluid management pits, submit to the appropriate NMOCD District Office.

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

Proposed Alternative Method Permit or Closure Plan Application

| Type of action: Below grade tank registration | | | |
|--|--|-----------------------|---|
| BGT 1 Permit of a pit or proposed alternal Closure of a pit, below-grade tank, Modification to an existing permit. Closure plan only submitted for an | , or proposed alto /or registration | | ed pit, below-grade tank. |
| or proposed alternative method | 81 | 1 | , |
| Instructions: Please submit one application (Form C-144) pe | er individual pit, l | below-grade tank or | alternative request |
| Please be advised that approval of this request does not relieve the operator of liability survironment. Nor does approval relieve the operator of its responsibility to comply with | | | |
| 1. | any other applica | ible governmentar aut | norty's fules, regulations of ordinances. |
| Operator: Hilcorp Energy Company | OGRID |) #: | 372171 |
| Address: 382 Road 3100 Aztec, NM 87410 | | | |
| Facility or well name: San Juan 27-5 Unit 143M | | | |
| API Number: 30-039-26294 OCD Perm | nit Number: | | |
| U/L or Qtr/Qtr C Section 34 Township 27N | Range 5W | _ County: Rio Arril | ba |
| Center of Proposed Design: Latitude 36.53533 | Longitude | -107.34799 | NAD27 |
| Surface Owner: \square Federal \square State \boxtimes Private \square Tribal Trust or Indian Allotm | ient | | |
| Temporary: Drilling Workover Permanent Emergency Cavitation P&A Multi-Well Fluid Man Lined Unlined Liner type: Thicknessmil LLDPE String-Reinforced Liner Seams: Welded Factory Other | HDPE □ PVC | Other | · · · · · · · · · · · · · · · · · · · |
| 3. Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 120 bbl Type of fluid: Produced Wat Tank Construction material: Metal | er | | |
| ☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-in☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other | | | |
| 4. Alternative Method: Submittal of an exception request is required. Exceptions must be submitted to the s | the Santa Fe Envir | ronmental Bureau of | fice for consideration of approval. |
| 5. Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporal Chain link, six feet in height, two strands of barbed wire at top (Required if les institution or church) Four foot height, four strands of barbed wire evenly spaced between one and | ocated within 1000 | | t residence, school, hospital, |
| 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) | |
| 7. | |
| 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 19.15.16.8 NMAC | |
| Signed in compnance with 19.19.10.8 NWIAC | |
| Variances 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: Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. | |
| 9. <u>Siting Criteria (regarding permitting)</u> : 19.15.17.10 NMAC <u>Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.</u> | otable source |
| General siting | |
| Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes ☐ No ☐ NA |
| Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes ☐ No ⊠ NA |
| 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. (Does not apply to below grade tanks) - Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ☐ No |
| Within the area overlying a subsurface mine. (Does not apply to below grade tanks) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes ☐ No |
| Within an unstable area. (Does not apply to below grade tanks) 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. (Does not apply to below grade tanks) - FEMA map | ☐ Yes ☐ No |
| Below Grade Tanks | |
| Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured | ☐ Yes ⊠ No |
| from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | |
| Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | ☐ Yes ⊠ No |
| Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter) | |
| Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.) - Topographic map; Visual inspection (certification) of the proposed site | Yes No |
| Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial application. | ☐ Yes ☐ No |
| - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | |
| Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet 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 search; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |

| Within 100 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
|--|-------------------|
| Temporary Pit Non-low chloride drilling fluid | |
| Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any 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 spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application; - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Within 300 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Permanent Pit or Multi-Well Fluid Management Pit | |
| 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 1000 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 spring or a fresh water well used for domestic or stock watering purposes, 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 500 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 Naturations: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the doc 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 19.15.17.12 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. and 19.15.17.13 NMAC Previously Approved Design (attach copy of design) API Number: or Permit Number: or Permit Number: | NMAC 15.17.9 NMAC |
| Multi-Well Fluid Management Pit 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 doc attached. Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Departing and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC A List of wells with approved application for permit to drill associated with the pit. Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 and 19.15.17.13 NMAC Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Previously Approved Design (attach copy of design) API Number: | |

| | Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the description is the subsection of the following items must be attached to the application. | 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 H ₂ S, 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 | |
| | Closure Figure - based upon the appropriate requirements of Subsection C of 17.13.17.5 (white and 17.13.17.13 (white | |
| | Proposed Closure: 19.15.17.13 NMAC | |
| | Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan. | |
| | | wid Managamant Dit |
| | Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well Fl Alternative | uid Management Pit |
| | 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 | |
| ١ | 14. | |
| | Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be detailed by the control of the following items and the control of the following items are control of the following items and the control of the following items are control of the following items and the control of the following items are contro | 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 C of 19.15.17.13 NMAC | |
| | ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) | |
| | ✓ Disposar Facility Name and Fernite Number (for inquits, driffing fluids and driff 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 H of 19.15.17.13 NMAC | |
| | Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC | |
| | | |
| | 15. 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 | rce material are |
| | provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. P | |
| | 19.15.17.10 NMAC for guidance. | , |
| | | |
| | Ground water is less than 25 feet below the bottom of the buried waste. | ☐ Yes ☐ No |
| J | - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | □ NA |
| | Ground water is between 25-50 feet below the bottom of the buried waste | ☐ Yes ☐ No |
| | - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | □ NA |
| | 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 | │ |
| | | |
| | Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa | ☐ Yes ☐ No |
| | lake (measured from the ordinary high-water mark). | |
| | - Topographic map; Visual inspection (certification) of the proposed site | |
| | Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. | ☐ Yes ☐ No |
| | Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | |
| | Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in existence | ☐ Yes ☐ No |
| | at the time of initial application. | |
| | - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site | |
| | Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ☐ No |
| | | ☐ 162 ☐ 1NO |
| | Within 300 feet of a wetland. US Fish and Wildlife Wesland Identification many Tanagraphic many Visual inspection (contification) of the proposed site. | |
| J | US Fish and Wildlife Wetland Identification map; Topographic map; 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 | |
| | 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | |

| adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written appro | val obtained from the municipality | ☐ Yes ☐ No | | | | | | |
|--|---|------------------------------|--|--|--|--|--|--|
| Within the area overlying a subsurface mine Written confirmation or verification or map from the NM EMNRD-Minir | ng 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. | | Yes No | | | | | | |
| - FEMA map | | ☐ Yes ☐ No | | | | | | |
| On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the by a check mark in the box, that the documents are attached. □ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Construction/Design Plan of Temporary Pit (for in-place burial of a drying □ Protocols and Procedures - based upon the appropriate requirements of 19. □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Disposal Facility Name and Permit Number (for liquids, drilling fluids and □ Soil Cover Design - based upon the appropriate requirements of Subsection □ Re-vegetation Plan - based upon the appropriate requirements of Subsection □ Site Reclamation Plan - based upon the appropriate requirements of Subsection | quirements of 19.15.17.10 NMAC of Subsection E of 19.15.17.13 NMAC appropriate requirements of Subsection K of 19.15.1 pad) - based upon the appropriate requirements of 1 15.17.13 NMAC quirements of 19.15.17.13 NMAC of 19.15.17.13 NMAC drill cuttings or in case on-site closure standards can of H of 19.15.17.13 NMAC on H of 19.15.17.13 NMAC | 7.11 NMAC 9.15.17.11 NMAC | | | | | | |
| 17. Operator Application Certification: I hereby certify that the information submitted with this application is true, accur- | ate and complete to the best of my knowledge and b | elief | | | | | | |
| Name (Print): | | | | | | | | |
| | | | | | | | | |
| Signature: | Date: | | | | | | | |
| e-mail address: | Telephone: | | | | | | | |
| 18. OCD Approval: ☐ Permit Application (including closure plan) ☐ Closure P. | lan (only) DCD Conditions (see attachment) | | | | | | | |
| OCD Representative Signature: | Approval Date: Octo | bber 13, 2021 | | | | | | |
| Title: Environmental Specialist | OCD Permit Number: BGT 1 | | | | | | | |
| 19. Closure Report (required within 60 days of closure completion): 19.15.17.13 Instructions: Operators are required to obtain an approved closure plan prior to The closure report is required to be submitted to the division within 60 days of the section of the form until an approved closure plan has been obtained and the closure | o implementing any closure activities and submitti he completion of the closure activities. Please do n | | | | | | | |
| 20. Closure Method: ⊠ Waste Excavation and Removal □ On-Site Closure Method □ Alterna □ If different from approved plan, please explain. | ttive Closure Method Waste Removal (Closed | -loop systems only) | | | | | | |
| 21. Closure Report Attachment Checklist: _Instructions: Each of the following its mark in the box, that the documents are attached. □ Proof of Closure Notice (surface owner and division) □ Proof of Deed Notice (required for on-site closure for private land only) □ Plot Plan (for on-site closures and temporary pits) □ Confirmation Sampling Analytical Results (if applicable) □ Waste Material Sampling Analytical Results (required for on-site closure) | ems must be attached to the closure report. Please | indicate, by a check | | | | | | |
| □ Disposal Facility Name and Permit Number □ Soil Backfilling and Cover Installation □ Re-vegetation Application Rates and Seeding Technique □ Site Reclamation (Photo Documentation) On-site Closure Location: Latitude | ude NAD: □19 | 27 - 1022 | | | | | | |

| 22. Operator Closure Certification: I hereby certify that the information and attachments submitted with the information and attachments. | | | | |
|---|--------------------------|------------------|-------|-------------|
| belief. I also certify that the closure complies with all applicable clos Name (Print): Kandis Roland | sure requirements Title: | • | | |
| Signature:Kandis Roland | | Operations/Regui | | |
| e-mail address: kroland@hilcorp.com | Telephone: _ | (713) 757-5246 | Date: | |

Form C-144 Released to Imaging: 10/13/2021 4:46:48 PM

Hilcorp Energy Company San Juan Basin Below Grade Tank Closure Report

Lease Name: San Juan 27-5 Unit 143M

API No.: 30-039-26294

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure of the below-grade tank referenced above. All proper documentation regarding closure activities is being included with the C-144.

General Plan:

1. HILCORP shall close a below-grade tank within 60 days of cessation of operations per Subsection G.4 of 19.15.17.13 NMAC. This will include a) below-grade tanks that do 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, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC; b) an earlier date that the division requires because of imminent danger to fresh water, public health or the environment. For any closure, HILCORP will file the C144 Closure Report as required.

The below-grade tank referenced above was permitted and closed within 60 days of cessation of the below-grade tanks operation.

2. HILCORP shall remove liquids and sludge from a below-grade tank prior to implementing a closure method and shall dispose of the liquids and sludge in a division-approved facility. The facilities to be used will be Basin Disposal (Permit #NM-01-005), JFJ Landfarm % Industrial Ecosystem Inc. (Permit # NM-01-0010B) and Envirotech Land Farm (Permit #NM-01-011). The liner after being cleaned well (Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC) will be disposed of at the San Juan County Regional Landfill located on CR 3100.

All recovered liquids were disposed of at Basin Disposal (Permit #NM-01-005) and any sludge or soil required to be removed to facilitate closure was hauled to Envirotech Land Farm (Permit #NM-01-011) and JFJ Landfarm % IEI (Permit #NM-01-0010B). The liner was cleaned per Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC was disposed of at the San Juan County Regional Landfill located on CR 3100.

3. HILCORP will receive prior approval to 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.

The below-grade tank was disposed of in a division-approved manner.

4. If there is any on-site equipment associated with a below-grade tank, then HILCORP shall remove the equipment, unless the equipment is required for some other purpose.

All on-site equipment associated with the below-grade tank was removed.

5. HILCORP will test the soils beneath the below-grade tank to determine whether a release has occurred. HILCORP shall collect, at a minimum, a five point, composite sample; collect individual grab samples from any area that is wet, discolored or showing other evidence of a release; and analyzed for the constituents listed in Table I of 19.15.17.13 NMAC. Hilcorp shall notify the division of its results on form C-141.

A five point composite sample was taken of the below-grade tank using sampling tools and all samples tested per Subsection B of 19.15.17.1 3(B)(1)(b). (Sample results attached). Form C-141 is attached.

| Components | Tests Method | Limit (mg/kg) |
|------------|---------------------------|---------------|
| Benzene | EPA SW-846 8021B or 8260B | 0.2 |
| BTEX | EPA SW-846 8021B or 8260B | 50 |
| TPH | EPA SW-846 418.1 | 100 |
| Chlorides | EPA 300.0 | 250 |

6. If HILCORP or the division determines that a release has occurred, then HILCORP shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.

A release was not determined for the above referenced well.

7. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Table I of 19.15.17.13 NMAC, then HILCORP shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; recontour and revegetate the site.

The below-grade tank area passed all requirements of Paragraph (4) of Subsection E of 19.15.17.13 NMAC and was backfilled with compacted, non-waste containing, earthen material.

- 8. Notice of Closure will be given prior to closure to the Aztec Division office between 72 hours and one week via email or verbally. The notification of closure will include the following:
 - i. Operator's name
 - ii. Location by Unit Letter, Section, Township, and Range. Well name and API number.

Notification is attached.

9. The surface owner shall be notified of HILCORP's closing of the below-grade tank 72 hours, but not more than one week, prior to closure as per the approved closure plan via certified mail, return receipt requested.

The closure process notification to the landowner was sent via email. (See Attached) (Well located on Federal Land, certified mail is not required for Federal Land per BLM/OCD MOU.)

10. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. 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 place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.

The below-grade tank area was re-contoured to match fit, shape, line, form and texture of the surrounding area. Re-shaping including drainage control, to prevent ponding and erosion. Natural drainages were unimpeded and water bars and/or silt traps were placed in areas where needed to prevent erosion on a large scale. Final recontour has a uniform appearance with smooth surface, fitting the natural landscape.

11. HILCORP shall seed the disturbed areas the first favorable growing season following closure of a below-grade tank. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM stipulated seed mixes will be used on federally regulated lands and division-approved seed mixtures (administratively approved if required) will be utilized on all State or private lands. A uniform vegetative cover has been established that reflects a life-form ratio of plus or minus fifty percent (50%) of pre- disturbance levels and a total percent plant cover of at least seventy percent (70%) of pre-disturbance levels, excluding noxious weeds. If alternate seed mix is required by the state, private owner or tribe, it will be implemented with administrative approval if needed. Hilcorp will repeat seeding or planting will be continued until successful vegetative growth occurs.

9/29/2021

Provision 13 was accomplished through complying with BLM seeding requirements as allowed by the BLM/OCD MOU.

12. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material, with chloride concentrations less than 600 mg/kg as analyzed by EPA Method 300.0, to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.

The below-grade tank area was backfilled and more than four feet of cover was achieved and the cover included one foot of suitable material to establish vegetation at the site.

- 13. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on C-144 and incorporate the following:
 - Soil Backfilling and Cover Installation (See Report)
 - Re-vegetation application rates and seeding techniques (See Report)
 - Photo documentation of the site reclamation (Included as an attachment)
 - Confirmation Sampling Results (Included as an attachment)
 - Proof of closure notice (Included as an attachment)

Kandis Roland

From: Kandis Roland

Sent: Tuesday, August 24, 2021 7:11 AM

To: Whitehead, Christopher , EMNRD; Smith, Cory, EMNRD

Cc: Kandis Roland; Mandi Walker; Juanita Farrell; Lisa Jones; Sandoval, Kurt; Lindsay Dumas;

Terry Nelson; Ashton Hemphill

Subject: SJ 27-5 Unit 143M (3003926294) - 72 Hour BGT Closure Notification

Attachments: SJ 27-5 Unit 143M BGT Permit Approved.pdf

Subject: 72 Hour BGT Closure Notification

Anticipated Start Date: Tuesday, August 31, 2021 at approximately 9:30 AM.

The subject well had a below-grade tank that will be permanently removed. The BGT permit is attached. Please contact me at any time if you have any questions or concerns.

Well Name: San Juan 27-5 Unit 143M

API#: 30-039-26294

Location: Unit C, Section 34, T27N, R05W

Footages: 1000' FNL & 1850' FWL

Operator: Hilcorp Energy Surface Owner: FEE

Reason: Permanently close BGT.

Please forward to anyone that I may have missed.

Thank you,

Kandis Roland
HILCORP ENERGY
San Juan South Regulatory
505.324.5149
kroland@hilcorp.com



August 24, 2021

Transmitted Via Certified Mail – Electronic Return Receipt Requested **9214 7969 0099 9790 1018 5257 83**

To: Nick Candelaria

511 E. Broadway

Farmington, NM 87401

Re: **San Juan 27-5 Unit 143M**

API: 30-039-26294

Unit C (NE/NW) Section 34, T27N, R5W

Rio Arriba County, New Mexico

Dear Landowner:

Pursuant to New Mexico Administrative Code § 19.15.17.13 (E) (1) operator shall provide the surface owner of the operator's proposal to close a below- grade tank.

In compliance with this requirement, please consider this letter as notification that Hilcorp San Juan, L.P. intends to close a below-grade tank on the subject well pad. The closure process will begin between 72 hours and one week from this notification.

If you have any questions regarding this work, please call within five (5) days of receiving this notice.

Sincerely,

Risa Jones
Land Tech

382 Road 3100, Aztec, NM 87410 Phone: 505/599-3400 Fax 505/599-3453 hilcorp.com

| led) | | 5257 83 | -412 | ###################################### | ME+1 HC-V | ייי ט _{יי} וני אַפּא | g 3 TS L NTST | з(ен #: - ВСТ - <i>8</i> ; | |
|--|--|-----------------------|---------------|--|---|-------------------------------------|---------------------|---|--------------------------------|
| U.S. Postal Service TM CERTIFIED MAIL TM RECEIPT Domestic Mail Only; No Insurance Coverage Provided) | For delivery information visit our website at www.usps.com | 1369 0099 9790 1018 E | \$0.510 | \$3.60 | \$2.85 | \$0.00 | 096:99 | Nick Candelaria 511 E Broadway Farmington, NM 87401 | 6 See Reverse for Instructions |
| CERTIFIED M/ | ror delivery information visit | Postage Page 1 | Certified Fee | Return Receipt Fee (Endorsement Required) | Restricted Delivery Fee (Endorsement Required) | Total Postage & Fees | Sent To | | PS Form 19110, August 2006 |

| COMPLETE THIS SECTION ON DELIVERY | X N. Cancolony D'Agent | D. Is delivery address different from item 1? Tyes If YES enter delivery address below: | | 3. Service Type | 4. Restricted Delivery? (Extra Fee) | | m Receipt |
|-----------------------------------|----------------------------------|---|---|-----------------|-------------------------------------|--|-------------------------------------|
| 2. Article Number | 9214 2969 0099 9790 1018 5257 43 | 1. Article Addressed to: | Nick Candelaria 511 E Broadway Farmington, NM 87401 | | 9290 9969 9718 5257 94 | Code: BGT - SJ 27 5 Unit 143M Code2: Sec 34, T27N, R5W - J.F. 8/24/21 | S Form 3811 Domestic Return Receipt |

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

| Incident ID | |
|----------------|--|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party Hilcorp Energy Company | | | | | OGRID 372171 | | |
|--|-------------|------------------------------------|-----------------------------|---------------------|---|--|--|
| Contact Nan | • | s Roland | | Contact | Contact Telephone (713) 757-5246 | | |
| Contact email kroland@hilcorp.com | | | | | # (assigned by OCD) | | |
| Contact mailing address 382 Road 3100 Aztec NM 87410 | | | | | | | |
| | | | Location of | f Release S | Source | | |
| Latitude | 36.5353 | 3 | Longitude | | -107.34799 | | |
| | | | (NAD 27 in decim | al degrees to 5 dec | imal places) | | |
| Site Name S | an Juan 27- | 5 Unit 143M | | Site Type | e Gas Well | | |
| Date Release | Discovered | N/A | | API# (if a | pplicable) 30-039-26294 | | |
| | 1 | | | | | | |
| Unit Letter | Section | Township | Range | | unty | | |
| С | 34 | 27N | 5W | R10 A | Arriba | | |
| Surface Owne | r: State | ☐ Federal ☐ Tr | ibal 🛭 Private (<i>Nat</i> | | | | |
| | Mataria | 1(a) Balanca I (Calant al | Nature and | | | | |
| Crude Oi | | Volume Release | ** * | culations or specif | ic justification for the volumes provided below) Volume Recovered (bbls) | | |
| Produced | Water | Volume Release | d (bbls) | | Volume Recovered (bbls) | | |
| | | Is the concentrate produced water: | ion of dissolved chlo | oride in the | ☐ Yes ☐ No | | |
| Condensa | ate | Volume Release | | | Volume Recovered (bbls) | | |
| ☐ Natural C | Gas | Volume Release | d (Mcf) | | Volume Recovered (Mcf) | | |
| Other (describe) Volume/Weight Released (provide units | | | Released (provide u | nits) | Volume/Weight Recovered (provide units) | | |
| Cause of Rel | ease | | | | | | |
| | | ed during the BGT | Closure. | | | | |

Received by OCD: 9/29/2021 1:59:18 PM Form C-141 State of New Mexico Page 2 Oil Conservation Division

| 73 | - 4 | | ~ ~ . |
|-------|-----|---------|--------|
| Paga | 14 | Of | • |
| 1 460 | | \cdot | - Au - |
| | | | |

| Incident ID | |
|----------------|--|
| District RP | |
| Facility ID | |
| Application ID | |

| Was this a major release as defined by 19.15.29.7(A) NMAC? | If YES, for what reason(s) does the re | esponsible party consider this a | major release? |
|---|---|--|---|
| ☐ Yes ⊠ No | N/A | | |
| | | | |
| If VFS was immediate n | totice given to the OCD? By whom? T | o whom? When and by what r | neans (phone email etc.)? |
| | Ance given to the OCD. By whom: I | o whom: When and by what i | neans (phone, emain, etc). |
| Not Required | | | |
| | Initia | l Response | |
| The responsible | party must undertake the following actions imme | diately unless they could create a safet | y hazard that would result in injury |
| The source of the rele | ease has been stopped. | | |
| | s been secured to protect human health | and the environment. | |
| ☐ Released materials ha | ave been contained via the use of berms | s or dikes, absorbent pads, or ot | her containment devices. |
| ☐ All free liquids and re | ecoverable materials have been remove | d and managed appropriately. | |
| If all the actions described | d above have <u>not</u> been undertaken, exp | lain why: | |
| | | | |
| | | | |
| | | | |
| | | | |
| has begun, please attach | | dial efforts have been successf | eter discovery of a release. If remediation fully completed or if the release occurred in needed for closure evaluation. |
| regulations all operators are public health or the environr failed to adequately investig | | e notifications and perform correcti the OCD does not relieve the oper a threat to groundwater, surface wa | ve actions for releases which may endanger ator of liability should their operations have tter, human health or the environment. In |
| Printed Name: Kandis | Roland | Title: Operations/Reg | ulatory Technician – Sr. |
| Signature:Kana | lís Roland | D | vate:9/29/2021 |
| email: | kroland@hilcorp.com | Telephone: | (713) 757-5246 |
| | | | |
| OCD Only | | | |
| Received by: | | Date: | |

Analytical Report Lab Order 2109373

Date Reported:

Hall Environmental Analysis Laboratory, Inc.

 CLIENT:
 HILCORP ENERGY
 Client Sample ID: SS01 SJ 27-5 #143M

 Project:
 SJ 27 5 143M
 Collection Date: 8/31/2021 10:15:00 AM

 Lab ID:
 2109373-001
 Matrix: SOIL
 Received Date: 9/8/2021 7:03:00 AM

| Analyses | Result | PQL Qu | al Units | DF | Date Analyzed |
|---|--------|--------|----------|----|-----------------------|
| EPA METHOD 8015M/D: DIESEL RANGE ORGA | NICS | | | | Analyst: SB |
| Diesel Range Organics (DRO) | ND | 8.9 | mg/Kg | 1 | 9/10/2021 1:50:05 PM |
| Motor Oil Range Organics (MRO) | ND | 44 | mg/Kg | 1 | 9/10/2021 1:50:05 PM |
| Surr: DNOP | 105 | 70-130 | %Rec | 1 | 9/10/2021 1:50:05 PM |
| EPA METHOD 300.0: ANIONS | | | | | Analyst: VP |
| Chloride | ND | 60 | mg/Kg | 20 | 9/13/2021 10:56:15 PM |
| EPA METHOD 8260B: VOLATILES SHORT LIST | • | | | | Analyst: RAA |
| Benzene | ND | 0.025 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Toluene | ND | 0.050 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Ethylbenzene | ND | 0.050 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Xylenes, Total | ND | 0.099 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Surr: 1,2-Dichloroethane-d4 | 104 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| Surr: 4-Bromofluorobenzene | 93.4 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| Surr: Dibromofluoromethane | 100 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| Surr: Toluene-d8 | 106 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| EPA METHOD 8015D MOD: GASOLINE RANGE | | | | | Analyst: RAA |
| Gasoline Range Organics (GRO) | ND | 5.0 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Surr: BFB | 101 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix

- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 1 of 0

30-039-26294 San Juan 27-5 Unit 143M BGT Closure – Backfill Photo





Hall Environmental Analysis Laboratory
4901 Hawkins NE
Albuquerque, NM 87109
TEL: 505-345-3975 FAX: 505-345-4107
Website: clients.hallenvironmental.com

September 20, 2021

Lindsay Dumas HILCORP ENERGY PO Box 4700 Farmington, NM 87499

TEL: (505) 564-0733

FAX

RE: SJ 27 5 143M OrderNo.: 2109373

Dear Lindsay Dumas:

Hall Environmental Analysis Laboratory received 1 sample(s) on 9/8/2021 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to www.hallenvironmental.com or the state specific web sites. In order to properly interpret your results, it is imperative that you review this report in its entirety. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. When necessary, data qualifiers are provided on both the sample analysis report and the QC summary report, both sections should be reviewed. All samples are reported, as received, unless otherwise indicated. Lab measurement of analytes considered field parameters that require analysis within 15 minutes of sampling such as pH and residual chlorine are qualified as being analyzed outside of the recommended holding time.

Please don't hesitate to contact HEAL for any additional information or clarifications.

ADHS Cert #AZ0682 -- NMED-DWB Cert #NM9425 -- NMED-Micro Cert #NM0901

Sincerely,

Andy Freeman

Laboratory Manager

andy

4901 Hawkins NE

Albuquerque, NM 87109

Analytical Report Lab Order 2109373

Date Reported: 9/20/2021

Hall Environmental Analysis Laboratory, Inc.

 CLIENT:
 HILCORP ENERGY
 Client Sample ID: SS01 SJ 27-5 #143M

 Project:
 SJ 27 5 143M
 Collection Date: 8/31/2021 10:15:00 AM

 Lab ID:
 2109373-001
 Matrix: SOIL
 Received Date: 9/8/2021 7:03:00 AM

| Analyses | Result | RL Qu | al Units | DF | Date Analyzed |
|--|----------|--------|----------|----|-----------------------|
| EPA METHOD 8015M/D: DIESEL RANGE ORGA | ANICS | | | | Analyst: SB |
| Diesel Range Organics (DRO) | ND | 8.9 | mg/Kg | 1 | 9/10/2021 1:50:05 PM |
| Motor Oil Range Organics (MRO) | ND | 44 | mg/Kg | 1 | 9/10/2021 1:50:05 PM |
| Surr: DNOP | 105 | 70-130 | %Rec | 1 | 9/10/2021 1:50:05 PM |
| EPA METHOD 300.0: ANIONS | | | | | Analyst: VP |
| Chloride | ND | 60 | mg/Kg | 20 | 9/13/2021 10:56:15 PM |
| EPA METHOD 8260B: VOLATILES SHORT LIST | Г | | | | Analyst: RAA |
| Benzene | ND | 0.025 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Toluene | ND | 0.050 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Ethylbenzene | ND | 0.050 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Xylenes, Total | ND | 0.099 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Surr: 1,2-Dichloroethane-d4 | 104 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| Surr: 4-Bromofluorobenzene | 93.4 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| Surr: Dibromofluoromethane | 100 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| Surr: Toluene-d8 | 106 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |
| EPA METHOD 8015D MOD: GASOLINE RANGE | <u> </u> | | | | Analyst: RAA |
| Gasoline Range Organics (GRO) | ND | 5.0 | mg/Kg | 1 | 9/11/2021 5:15:56 AM |
| Surr: BFB | 101 | 70-130 | %Rec | 1 | 9/11/2021 5:15:56 AM |

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix

- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 1 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#: **2109373**

20-Sep-21

Client: HILCORP ENERGY

Project: SJ 27 5 143M

Sample ID: LCS-62539 SampType: LCS TestCode: EPA Method 300.0: Anions

Client ID: LCSS Batch ID: 62539 RunNo: 81222

Prep Date: 9/13/2021 Analysis Date: 9/13/2021 SeqNo: 2868471 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Chloride 14 1.5 15.00 0 94.8 90 110

Qualifiers:

Value exceeds Maximum Contaminant Level.

D Sample Diluted Due to Matrix

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

PQL Practical Quanitative Limit

S % Recovery outside of range due to dilution or matrix

B Analyte detected in the associated Method Blank

E Value above quantitation range

Analyte detected below quantitation limits

P Sample pH Not In Range

RL Reporting Limit

Page 2 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#: **2109373 20-Sep-21**

Client: HILCORP ENERGY

Project: SJ 27 5 143M

Sample ID: LCS-62471 SampType: LCS TestCode: EPA Method 8015M/D: Diesel Range Organics

Client ID: LCSS Batch ID: 62471 RunNo: 81181

Prep Date: 9/9/2021 Analysis Date: 9/10/2021 SeqNo: 2867171 Units: mg/Kg

Analyte Result **PQL** SPK value SPK Ref Val %REC LowLimit HighLimit %RPD **RPDLimit** Qual Diesel Range Organics (DRO) 44 10 50.00 0 88.1 68.9 135

Surr: DNOP 4.6 5.000 91.8 70 130

Sample ID: MB-62471 SampType: MBLK TestCode: EPA Method 8015M/D: Diesel Range Organics

Client ID: PBS Batch ID: 62471 RunNo: 81181

Prep Date: 9/9/2021 Analysis Date: 9/10/2021 SeqNo: 2867174 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Diesel Range Organics (DRO) ND 10
Motor Oil Range Organics (MRO) ND 50

Surr: DNOP 10 10.00 104 70 130

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix

- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 3 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#: **2109373**

20-Sep-21

Client: HILCORP ENERGY

Project: SJ 27 5 143M

| Sample ID: mb-62470 | Samp | уре: МЕ | BLK | Tes | tCode: El | PA Method | 8260B: Volat | tiles Short | List | |
|-----------------------------|------------|-------------------|-----------|-------------|-----------|-----------|--------------|-------------|----------|------|
| Client ID: PBS | Batc | h ID: 62 4 | 470 | F | RunNo: 8 | 1220 | | | | |
| Prep Date: 9/8/2021 | Analysis [| Date: 9 / | 10/2021 | \$ | SeqNo: 2 | 867403 | Units: mg/K | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Benzene | ND | 0.025 | | | | | | | | |
| Toluene | ND | 0.050 | | | | | | | | |
| Ethylbenzene | ND | 0.050 | | | | | | | | |
| Xylenes, Total | ND | 0.10 | | | | | | | | |
| Surr: 1,2-Dichloroethane-d4 | 0.50 | | 0.5000 | | 100 | 70 | 130 | | | |
| Surr: 4-Bromofluorobenzene | 0.48 | | 0.5000 | | 95.5 | 70 | 130 | | | |
| Surr: Dibromofluoromethane | 0.50 | | 0.5000 | | 101 | 70 | 130 | | | |
| Surr: Toluene-d8 | 0.52 | | 0.5000 | | 104 | 70 | 130 | | | |

| Sample ID: Ics-62470 | SampT | ype: LC | S4 | Tes | tCode: El | PA Method | 8260B: Vola | tiles Short | List | |
|-----------------------------|------------|-------------------|-----------|-------------|-----------|-----------|-------------|-------------|----------|------|
| Client ID: BatchQC | Batch | h ID: 62 4 | 470 | F | RunNo: 8 | 1220 | | | | |
| Prep Date: 9/8/2021 | Analysis D | Date: 9/ | 10/2021 | 8 | SeqNo: 2 | 867405 | Units: mg/k | (g | | |
| Analyte | Result | PQL | SPK value | SPK Ref Val | %REC | LowLimit | HighLimit | %RPD | RPDLimit | Qual |
| Benzene | 0.98 | 0.025 | 1.000 | 0 | 98.2 | 80 | 120 | | | |
| Toluene | 0.99 | 0.050 | 1.000 | 0 | 99.4 | 80 | 120 | | | |
| Ethylbenzene | 1.0 | 0.050 | 1.000 | 0 | 99.8 | 80 | 120 | | | |
| Xylenes, Total | 2.8 | 0.10 | 3.000 | 0 | 94.8 | 80 | 120 | | | |
| Surr: 1,2-Dichloroethane-d4 | 0.49 | | 0.5000 | | 97.0 | 70 | 130 | | | |
| Surr: 4-Bromofluorobenzene | 0.48 | | 0.5000 | | 96.3 | 70 | 130 | | | |
| Surr: Dibromofluoromethane | 0.50 | | 0.5000 | | 99.4 | 70 | 130 | | | |
| Surr: Toluene-d8 | 0.53 | | 0.5000 | | 107 | 70 | 130 | | | |

Qualifiers:

* Value exceeds Maximum Contaminant Level.

D Sample Diluted Due to Matrix

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

PQL Practical Quanitative Limit

S % Recovery outside of range due to dilution or matrix

B Analyte detected in the associated Method Blank

E Value above quantitation range

J Analyte detected below quantitation limits

P Sample pH Not In Range

RL Reporting Limit

Page 4 of 5

Hall Environmental Analysis Laboratory, Inc.

WO#: **2109373**

20-Sep-21

Client: HILCORP ENERGY

Project: SJ 27 5 143M

Sample ID: mb-62470 SampType: MBLK TestCode: EPA Method 8015D Mod: Gasoline Range

Client ID: PBS Batch ID: 62470 RunNo: 81220

Prep Date: 9/8/2021 Analysis Date: 9/10/2021 SeqNo: 2867502 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Gasoline Range Organics (GRO) ND 5.0

Surr: BFB 520 500.0 103 70 130

Sample ID: Ics-62470 SampType: LCS TestCode: EPA Method 8015D Mod: Gasoline Range

Client ID: LCSS Batch ID: 62470 RunNo: 81220

490

Prep Date: 9/8/2021 Analysis Date: 9/10/2021 SeqNo: 2867504 Units: mg/Kg

500.0

HighLimit Analyte Result **PQL** SPK value SPK Ref Val %REC LowLimit %RPD **RPDLimit** Qual Gasoline Range Organics (GRO) 25 5.0 25.00 0 101 70 130

97.4

70

130

Qualifiers:

Surr: BFB

Value exceeds Maximum Contaminant Level.

D Sample Diluted Due to Matrix

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

PQL Practical Quanitative Limit

S % Recovery outside of range due to dilution or matrix

B Analyte detected in the associated Method Blank

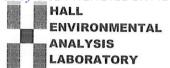
E Value above quantitation range

J Analyte detected below quantitation limits

P Sample pH Not In Range

RL Reporting Limit

Page 5 of 5



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109

TEL: 505-345-3975 FAX: 505-345-4107 Website: clients.hallenvironmental.com

Sample Log-In Check List

| Client Name | HILCORP | ENERGY | Work Order I | Number: 2109373 | | RcptNo: 1 |
|-----------------------------------|-------------------|------------------------|--|--|--|--|
| Received By | : Cheyenn | e Cason | 9/8/2021 7:03: | 00 AM | Chul | |
| Completed E | y: Isaiah O | rtiz | 9/8/2021 3:46: | 32 PM | Chul |)(|
| Reviewed By | KPG | 9/8 | /2) | | | |
| Chain of C | ustody | | | | | |
| 1. Is Chain o | f Custody com | plete? | | Yes 🗸 | No 🗌 | Not Present |
| 2. How was | he sample deli | vered? | | Courier | | |
| Log In | | | | | | |
| 3. Was an at | tempt made to | cool the sam | oles? | Yes 🗸 | No 🗌 | NA 🗆 |
| 4. Were all sa | amples receive | d at a temper | ature of >0° C to 6.0°C | Yes 🗸 | No 🗌 | NA 🗆 |
| 5. Sample(s) | in proper conta | ainer(s)? | | Yes 🗸 | No 🗌 | |
| 6. Sufficient s | ample volume | for indicated t | est(s)? | Yes 🗸 | No 🗌 | |
| 7. Are sample | es (except VOA | and ONG) pi | operly preserved? | Yes 🗸 | No 🗌 | |
| 8. Was prese | rvative added to | o bottles? | | Yes | No 🗸 | NA 🗆 |
| 9. Received a | t least 1 vial wi | th headspace | <1/4" for AQ VOA? | Yes | No 🗌 | NA 🗸 |
| 10. Were any | sample contain | ers received I | oroken? | Yes | No 🗸 | # of preserved |
| 11. Does pape | rwork match bo | ottle lahels? | | Yes 🗸 | No 🗌 | bottles checked for pH: |
| | epancies on ch | | <i>(</i>) | ies 😉 | 140 | (<2 or >12 unless noted) |
| 12. Are matrice | s correctly ider | ntified on Cha | in of Custody? | Yes 🗸 | No 🗌 | Adjusted? |
| 13. Is it clear w | | | 1? | Yes 🗸 | No 🗌 | / |
| 14. Were all ho (If no, notify | lding times abl | | í | Yes 🗸 | No 🗌 | Checked by: TMC 9.8.21 |
| Special Han | | | | | | |
| | | | with this order? | Yes | No 🗌 | NA 🗹 |
| Pers | on Notified: | Parameter and a second | почения интиналения всеменнями. | rate: | West of the Control o | |
| By W | /hom: | Annual Control of the | V | ia: eMail F | Phone E Fax | In Person |
| | arding: | - | THE RELIEVE THE PROPERTY OF THE PERSON OF TH | CANADA PARAMENTA NA PARAMENTA N | THE COLUMN TWO IS NOT THE TAXABLE PARTY OF TAX | MARKET ST IS BUTTY STRIKE TO AN OTO STRIKE AND AND AND AND AND |
| | t Instructions: | | WHITE YOU ON THE DECTYMENT OF SHEET | PRINCE AND REAL PRINCE SHEET | | MENURON SECTION CONTRACTOR AND |
| 16. Additional | remarks: | | | | | |
| 17. <u>Cooler In</u> | | Condition | Seal Intact Seal N | lo Soal Data | Signed D. | |
| 1 | 4.3 | Good | Not Present | lo Seal Date | Signed By | |
| 2 | 0.6 | Good | Not Present | | | |

| Release | hain | -of-C | ust | Chain-of-Custody Record | ord | Turn-Around Time: | Time: | (- | | | - | | | | (| | | | | Receive |
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| Clien | Hilcorp | 37.0 | | | | 🗷 Standard | d Kush | n Dec AF. 188 | 7 | | I ∢ | ANAL | , - | N C | K | HALL ENVIRONMENTAL ANALYSTS LABORATORY | IEN 287 | A C | . > | d by (|
| mag | indson | - > | Dur | Dumas | | Project Name: | | | | | | www hallenvironmental com | vielle | icon | Potal |) a | 5 | | | OCD |
| | Mailing Address: | | | | | PS | H 5-LB | 143M | | 4901 | Hawkii | 4901 Hawkins NE | - Alb | ndner | due. I | Albuquerque, NM 87109 | 60 | | | : 9/2 |
| 10/1. | | | | | | Project #: | | | | Tel. 5 | 05-34 | 505-345-3975 | | ax 5(| 05-34 | Fax 505-345-4107 | | | | 9/20 |
| :# auoud #: | : : | | | | | | | | | | | | \nal | sis R | Analysis Request | # | | | | 21 1 |
| email or Fax#: | Fax#: | Fragar | 2.0 | ldumas@hillorp.com | (010-COM | Project Manager | ager: | | | (0 | | | [†] O | | (tu | | - | | | <i>159</i> : |
| 30/VO 4:46: | QA/QC Package: | | | | - | Lindsay | Say Damas | ~ | | | | SN | S '* | | iəsq | | | | | 181 |
| 8 🗆 Standard | dard | | | □ Level 4 (Full Validation) | /alidation) | | | | | | | IIS0 | Od | _ | A\tr | | | | | PM |
| Accreditation: | tation: | □ Az Compliance | omplia | ance | | ان | Eric Carroll | | | | (1.1 | 728 | 10 ⁵ | | | | | | | |
| □ NELAC | 4C | □ Other | <u>.</u> | | | On Ice: | | □ No | | | 709 | | | | | | | | | |
| | EDD (Type) | | | | | # of Coolers: | 12 4.4 | -0.1 = 4.3 | | | pc | | | | | • | | | | |
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| Date | Time | Matrix | S. | Sample Name | 4 | Container Type and # | Preservative Type | 7 LONG 3 7 3 | X∃TE | 78:H9 P 1808 | N) 803 | SAHs E |), F, I | v) 0928 | 2) 07S O lato | 140 | | | | |
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| | 34.7 | Time: M. Relinquished by: | hed by: | | | Received/by: | Via: | ۱۳ | Remarks: | rks: | | | | | - | | | | | _ |
| | 1 | of the Co | 9 | word | | JAN UM | See | 7 | | 0 | Sino | | 0220 | 8 | 053 | Carroll @ WSD. Com | | | | Pag |
| 1-7-31 | 1105 | Kellinguist | | Telun | 7 | Received by: | Mai | 7/20 1105 | |)) |) | | • | | | | | | , | ge 24 of |
| 19/1/21 | recessary, | samples sul | ples submitted | to Hall Environmenta | ntal may be subc | contracted to other a | If necessary, samples submitted to Hall Environmental may be subcontracted to other accredited laboratories. | es. This serves as notice of this possibility. Any sub-contracted data will be clearly notated on the analytical report. $9/8/\pi$. | possibilit | y. Any s | ub-contra | acted dat | a will be | clearly n | otated o | n the anal | ytical rep | oort. | | 25 |

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 52962

CONDITIONS

| Operator: | OGRID: |
|------------------------|--|
| HILCORP ENERGY COMPANY | 372171 |
| 1111 Travis Street | Action Number: |
| Houston, TX 77002 | 52962 |
| | Action Type: |
| | [C-144] Below Grade Tank Plan (C-144B) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|-----------|----------------|
| cwhitehead | None | 10/13/2021 |