District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 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 pts and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office 11 39

Pit, Closed-Loop System, Below-Grade Tank, or acced Alternative Mathod Permit or Clasure Plan Amplication

| roposed Atternative Method Ferritt of Closure Flan Application |
|--|
| Type of action: Existing BGT Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method |
| Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request |
| lease be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the nvironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances |
| 1. Operator: <u>XTO Energy, Inc.</u> OGRID #: <u>5380</u> |
| Address: #382 County Road 3100, Aztec, NM 87410 |
| Facility or well name:FEDERAL C #3 |
| API Number: 30-045-33693 OCD Permit Number: |
| U/L or Qtr/Qtr A Section 30 Township 30N Range 13W County: San Juan |
| Center of Proposed Design: Latitude <u>36.7896944</u> <u>Longitude 108.239083</u> NAD: □1927 ⊠ 1983 |
| Surface Owner: Federal State Private Tribal Trust or Indian Allotment |
| 2. |
| Pit: Subsection F or G of 19.15.17.11 NMA |
| Temporary: Drilling Workover |
| ☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A |
| ☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other |
| ☐ String-Reinforced |
| Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D |
| 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 activities which require prior approval of a permit or notice of intent) |
| ☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other |
| Lined Unlined Liner type: Thicknessmil LLDPE HDPE PVC Other |
| Liner Seams: Welded Factory Other |
| 4, |
| Below-grade tank: Subsection I of 19.15.17.11 NMAC |
| Volume: 120 bbl Type of fluid: Produced Water |
| Tank Construction material: Steel |
| Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off |
| ☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other Visible sidewalls, vaulted, automatic high-level shut off, no liner |
| Volume: 120 bbl Type of fluid: Produced Water Tank Construction material: Steel □ Secondary containment with leak detection □ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off □ Visible sidewalls and liner □ Visible sidewalls only ○ Other |
| 4 |

Liner type: Thickness

Alternative Method:

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

Form C-144

Oil Conservation Division

Page 1 of 5

Released to Imaging:

| 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) | nospital, |
| 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, | |
| 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 | |
| Signed in compliance with 19.15.5.105 NMAC | |
| Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district 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. | office for |
| 10. Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accematerial are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the approach of the 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 ☐ NA |
| 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 ☑ NA |
| 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 ☒ N |
| Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes ⊠ N |
| Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map | ☐ Yes ⊠ N. 2002/3 |
| Within a 100-year floodplain FEMA map | ☐ Yes ⊠ No.:8 |
| | mag |
| Form C-144 Oil Conservation Division Page 2 of 2 | Released to Imaging: 4/6/2022 |
| | Relea |

| Temporary Pits, Emergency Pits, and Below grads Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of 19.15.17.10 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of 19.15.17.10 NMAC Colosure Pita (Pitese complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC Previously Approved Design (attach copy of design) | 33. | | |
|--|--|--|--|
| Temporary Plis. Emergency Plis. and Below-grade Tanks Permit Application Attachment Checkligi: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please Indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Plis) - based upon the requirements of 19.15.17.10 NMAC Stiling 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 Departing and Minintenance Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Departing and Minintenance Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Previously Approved Design (attach copy of design) API Number: | to and the second of the secon | | |
| Clased-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 Operating and Maintenance Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAI and 19.15.17.13 NMAC 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 19.15.17.10 NMAC Cilimatological Factors Assessment Subsection B of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - 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 Dike Protection and Structural Integrity Design - 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 Dike Protection and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrit | II. Temporary Pits, Emergency Pits, and Below-g Instructions: Each of the following items must be attached. ☐ Hydrogeologic Report (Below-grade Tanks) ☐ Hydrogeologic Data (Temporary and Emergency Siting Criteria Compliance Demonstrations) ☐ Design Plan - based upon the appropriate re ☐ Operating and Maintenance Plan - based up ☐ Closure Plan (Please complete Boxes 14 through the property of | be attached to the application. Please indicated a based upon the requirements of Paragraph (gency Pits) - based upon the requirements of Paragraph (a based upon the appropriate requirements of 19.15.17.11 NMAC on the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 cough 18, if applicable) | e, by a check mark in the box, that the documents are 4) of Subsection B of 19.15.17.9 NMAC aragraph (2) of Subsection B of 19.15.17.9 NMAC 19.15.17.10 NMAC 2 NMAC priate requirements of Subsection C of 19.15.17.9 NMAC |
| 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 19.15.17.13 NMAC Previously Approved Design (attach copy of design) 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) | | Jesign) Art Number. | or remain 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 documents are attached. | Closed-loop Systems Permit Application Attact Instructions: Each of the following items must be attached. Geologic and Hydrogeologic Data (only for Siting Criteria Compliance Demonstrations Design Plan - based upon the appropriate region Operating and Maintenance Plan - based upon Closure Plan (Please complete Boxes 14 the and 19.15.17.13 NMAC Previously Approved Design (attach copy of the Previously Approved Operating and Maintenance Previously Approved Operating Appro | to attached to the application. Please indicate r on-site closure) - based upon the requirement s (only for on-site closure) - based upon the apple equirements of 19.15.17.11 NMAC boon the appropriate requirements of 19.15.17.1 rough 18, if applicable) - based upon the appro- design) API Number: ance Plan API Number: | e, by a check mark in the box, that the documents are as of Paragraph (3) of Subsection B of 19.15.17.9 propriate requirements of 19.15.17.10 NMAC 2 NMAC priate requirements of Subsection C of 19.15.17.9 NMAC |
| 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. | | | |
| 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) | attached. Hydrogeologic Report - based upon the req Siting Criteria Compliance Demonstrations Climatological Factors Assessment Certified Engineering Design Plans - based Dike Protection and Structural Integrity De Leak Detection Design - based upon the ap Liner Specifications and Compatibility Ass Quality Control/Quality Assurance Constru Operating and Maintenance Plan - based up Freeboard and Overtopping Prevention Plan Nuisance or Hazardous Odors, including H Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate r | uirements of Paragraph (1) of Subsection B of s-based upon the appropriate requirements of upon the appropriate requirements of 19.15.17 sign - based upon the appropriate requirements propriate requirements of 19.15.17.11 NMAC ressment - based upon the appropriate requirements of the appropriate requirements of and Installation Plan pon the appropriate requirements of 19.15.17.1 n - based upon the appropriate requirements of 2S, Prevention Plan | 19.15.17.9 NMAC 19.15.17.10 NMAC 7.11 NMAC s of 19.15.17.11 NMAC ments of 19.15.17.11 NMAC 2 NMAC 19.15.17.11 NMAC |
| In-place Burial On-site Trench Burial Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration) Site Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration) Site Subsection Alternative 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 G of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC | Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable box Type: ☐ Drilling ☐ Workover ☐ Emergency ☐ Alternative Proposed Closure Method: ☒ Waste Excavation ☐ Waste Removal (| ☐ Cavitation ☐ P&A ☐ Permanent Pit ☐ and Removal (Closed-loop systems only) | ☑ Below-grade Tank ☐ Closed-loop System |
| 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 G of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC | _ In-pla | ce Burial On-site Trench Burial | op Systems) |
| Form C-144 Oil Conservation Division Page 3 of 5 | Waste Excavation and Removal Closure Plan C closure plan. Please indicate, by a check mark in | Checklist: (19.15.17.13 NMAC) Instructions: In the box, that the documents are attached. Impropriate requirements of 19.15.17.13 NMA I - based upon the appropriate requirements of the for liquids, drilling fluids and drill cuttings ons - based upon the appropriate requirements or interest requirements or subsection I of 19.15.17. | C Subsection F of 19.15.17.13 NMAC of Subsection H of 19.15.17.13 NMAC |
| | Received by C-144 | Oil Conservation Division | Page 3 of 5 |

| e 4 of | | |
|---|--|-----------------------|
| Waste Removal Closure For Closed-loop Systems That Utilize Above Gr Instructions: Please indentify the facility or facilities for the disposal of liq facilities are required. | | |
| Disposal Facility Name: | Disposal Facility Permit Number: | . <u>.</u> |
| Disposal Facility Name: | Disposal Facility Permit Number: | |
| Will any of the proposed closed-loop system operations and associated activity Yes (If yes, please provide the information below) No | | vice and operations? |
| Required for impacted areas which will not be used for future service and open Soil Backfill and Cover Design Specifications based upon the appropriate Re-vegetation Plan - based upon the appropriate requirements of Subsection Plan - based upon the appropriate requirements | opriate requirements of Subsection H of 19.15.17.13 NMA ection I of 19.15.17.13 NMAC | c |
| 17. Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NM Instructions: Each siting criteria requires a demonstration of compliance is provided below. Requests regarding changes to certain siting criteria may be considered an exception which must be submitted to the Santa Fe Environment demonstrations of equivalency are required. Please refer to 19.15.17.10 NM | n the closure plan. Recommendations of acceptable soul require administrative approval from the appropriate dist nental Bureau office for consideration of approval. Just | rict 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 | s; Data obtained from nearby wells | Yes No |
| Ground water is between 50 and 100 feet below the bottom of the buried was: - NM Office of the State Engineer - iWATERS database search; USGS | | ☐ Yes ☐ No ☐ 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 | s; Data obtained from nearby wells | Yes No |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any oth lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed si | | ☐ Yes ☐ No |
| Within 300 feet from a permanent residence, school, hospital, institution, or c - Visual inspection (certification) of the proposed site; Aerial photo; Sa | hurch in existence at the time of initial application. atellite image | ☐ Yes ☐ No |
| Within 500 horizontal feet of a private, domestic fresh water well or spring th watering purposes, or within 1000 horizontal feet of any other fresh water we - NM Office of the State Engineer - iWATERS database; Visual inspec | ll or spring, in existence at the time of initial application. | ☐ Yes ☐ No |
| Within incorporated municipal boundaries or within a defined municipal fresh adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written as | • | ☐ 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-M | fining and Mineral Division | ☐ Yes ☐ No |
| Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Go Society; Topographic map | eology & Mineral Resources; USGS; NM Geological | ☐ Yes ☐ No |
| Within a 100-year floodplain FEMA map | | ☐ Yes ☐ No |
| On-Site Closure Plan Checklist: (19,15.17.13 NMAC) Instructions: Each | of the following items must be attached to the closure pl | an. Please indicate |
| by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate Proof of Surface Owner Notice - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon Construction/Design Plan of Temporary Pit (for in-place burial of a dry Protocols and Procedures - based upon the appropriate requirements of Confirmation Sampling Plan (if applicable) - based upon the appropriate Waste Material Sampling Plan - based upon the appropriate requirement Disposal Facility Name and Permit Number (for liquids, drilling fluids Soil Cover Design - based upon the appropriate requirements of Subsection Plan - based upon the appropriate Plan - based upon the appropriate Plan - based upon the appropriate Plan - based upon | ents of Subsection F of 19.15.17.13 NMAC the appropriate requirements of 19.15.17.11 NMAC ying pad) - based upon the appropriate requirements of 19. The 19.15.17.13 NMAC te requirements of Subsection F of 19.15.17.13 NMAC and drill cuttings or in case on-site closure standards cannotion H of 19.15.17.13 NMAC ection I of 19.15.17.13 NMAC | 722 2:00 |
| Form C-144 Oil Conserv | ation Division Page 4 o | c J |
| | | |

| operator Application Certification: | | | |
|---|---|--|---|
| | | | _ |
| I hereby certify that the information submitted with this application is true, a | ccurate and complete to | the best of my knowledg | e and belief. |
| Name (Print): Kim Champlin | Title: | Environmental Repr | esentative |
| 1 | | 11-20-08 | |
| e-mail address: kim champlin@xtoenergy.com | | (505) 333-3100 | |
| | rerephone | 13037333-3100 | |
| OCD Approval: X Permit Application (including closure plan) Closu | | · | ŕ |
| OCD Representative Signature: <u>Victoria Venegas</u> | | Approval Date: _ | 02/22/2022 |
| Title: Environmental Specialist | OCD Permit Nun | nber: BGT1 | |
| 21. Closure Report (required within 60 days of closure completion): Subsections: Operators are required to obtain an approved closure plan properties to the closure report is required to be submitted to the division within 60 days section of the form until an approved closure plan has been obtained and the | ior to implementing any of the completion of the se closure activities have | o closure activities and si e closure activities. Plea e been completed. | se do not complete this |
| | ☐ Closure Con | npletion Date: | |
| Closure Method: Waste Excavation and Removal On-Site Closure Method All If different from approved plan, please explain. | ternative Closure Method | d 🔲 Waste Removal (| Closed-loop systems only) |
| Closure Report Regarding Waste Removal Closure For Closed-loop Systemstructions: Please indentify the facility or facilities for where the liquids, two facilities were utilized. | ems That Utilize Above drilling fluids and drill | e Ground Steel Tanks o cuttings were disposed. | r Haul-off Bins Only: Use attachment if more th |
| Disposal Facility Name: | Disposal Facility l | Permit Number: | |
| Disposal Facility Name: | | | |
| Were the closed-loop system operations and associated activities performed of Yes (If yes, please demonstrate compliance to the items below) | | t be used for future servi | ce and operations? |
| Required for impacted areas which will not be used for future service and open Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique | erations: | | |
| Closure Report Attachment Checklist: Instructions: Each of the following mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division) Proof of Deed Notice (required for on-site closure) Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable) Waste Material Sampling Analytical Results (required for on-site closure) 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 | | | Please indicate, by a check |
| Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure belief. I also certify that the closure complies with all applicable closure requ | | | st of my knowledge and d closure plan. |
| Name (Print): | Title: | | |
| Signature: | | | |
| e-mail address: | | | |
| Form C-144 Oil Conserv | | | st of my knowledge and d closure plan. Page 5 of 5 |
| Form C-144 Oil Conserv | ation Division | | Page 5 of 5 |

State of New Mexico

Form C-102 Ravised June 10, 2003

CHEMICS S. Cremt Area, Artesta, H.M. 08210

OIL CONSERVATION DIVISION

Submit to Appropriate District Office State Lease - 4 Copies

1220 South St. Francis Dr. Santa Fe, NM 87805

Fee Lease - 3 Caplet

2003 GPR 10 GP 11 44 DISTRICT TY 1235 South St. Francis Dr., Santo Fa, Mil 57505 ☐ AMENDED REPORT RECEIVED WELL LOCATION AND ACREAGE DEDICATION PLAT NT Number Fruitland Property Code FEDERAL C 3 XTO EMERGY INC. 16706 5561 ¹⁰ Surface Location Let let East/Sout See SAN JUAN 13-W 30-N 665 NORTH A 30 665 EAST "Bottom Hole Location If Different From Surface (mil/shed the NIA 354.43 WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION 3/89-36-00 B J 1/4 OPERATOR CERTIFICATION 2778.0° (y) rify that the interesting published bards to mightle to the last of my broundy- and build ø MECTION COR. 5 3 1/4" DC 1952 BLM LOT 7 LOT 8 LOT 5 ம 5

2625.0 (OT 12 W LOT 10 LOT 1 9 oru Compliana Toch 30 CHANTED COR. FD 3 1/4° BC 1052 BLM SURVEYOR CERTIFICATION **LOT 13** 5 Ü LOT 16 5

Received by OCD: 2/18/2022 9:05:59 AM

| Lodestar Services | | Pit Permit Siting Criteria | | Client: Project: Revised: | Pit Permits | | | | | |
|---|------------|--|--|---------------------------------|--|--|--|--|--|--|
| PO Bex 4465, Durange | , CO 81302 | Information She | | Prepared by: | | | | | | |
| API#: | | 3004533693 | | USPLSS: | T30N,R13W,30A | | | | | |
| Name: | | FEDERAL C #3 | | Lat/Long: | 36.7896944 / -108.239083 | | | | | |
| Depth to groundwater: | | <50' | | Geologic formation: | | | | | | |
| Distance to closest continuously flowing watercourse: | 1.47 mi | le west of the La Plata River | | | | | | | | |
| Distance to closest significant watercourse, lakebed, playa lake, or sinkhole: | on the rim | of a unnamed arroyo 1 outh of Conner Arroyo | | | | | | | | |
| Damanant variday a | | | | Soil Type: | Entisols | | | | | |
| Permanent residence, school, hospital, institution or church within 300' | | No | | | | | | | | |
| | | | | Annuai Precipitation: | 8.08 inches average | | | | | |
| Domestic fresh water well or spring within 500' | No | | | Precipitation Notes: | no significant precipatation events | | | | | |
| Any other fresh water well or spring within 1000' | | No | | | | | | | | |
| Within incorporated | | | | A AA - a la - a el | | | | | | |
| municipal boundaries | | No | | Attached Documents: | | | | | | |
| Within defined municipal fresh water well field | No | | | | Topo map, ground water data map, ariel photo, mines and quarries map, FEMA map | | | | | |
| Wetland within 500' | | No | | Mining Activity: | No | | | | | |
| Within unstable area | | No | | | | | | | | |
| Within 100 year flood plain | | Zone X | | | | | | | | |
| Additional Notes: | | | | | | | | | | |

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FEDERAL C #3 Below Ground Tank Hydrogeologic Report for Siting Criteria

General Geology and Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The proposed pit location will be situated just west of the La Plata River.

The predominant geologic formation is the Fruitland Formation/Kirtland Shale of Late Cretaceous age, which underlies surface soils and is often exposed as broad shalely hills (Dane and Bachman, 1965). Deposits of Quaternary alluvial sands also occur prominently near the surface of the area, especially near streams and washes. The Fruitland Formation consists of interbedded sandy shale, carbonaceous shale, sandstone and coal units. The Kirtland Shale is divided into a lower shale member, a middle sandstone unit and an upper sandy shale member. The two formations are difficult to differentiate and are often treated together. The combined thickness of the Fruitland-Kirtland interval ranges from 100 to 2000 feet (Stone et al., 1983).

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan Basin (Stone et al., 1983). Aquifers within the Fruitland-Kirtland Formations are primarily limited to the Farmington Sandstone Member, which is the middle unit within the Kirtland Shale. Reported discharge from stock wells is about 10 gallons per minute (Stone et al., 1983). The aquifer supplies low yielding stock wells.

The prominent soil type at the proposed site is enitsols, which are defined as soils that exhibit little to no profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area and prohibits effective recharge to the underlying aquifers.

Dry and arid weather further prohibit active recharge. The climate of the region is arid, averaging just over 8 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from August through October. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. November through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

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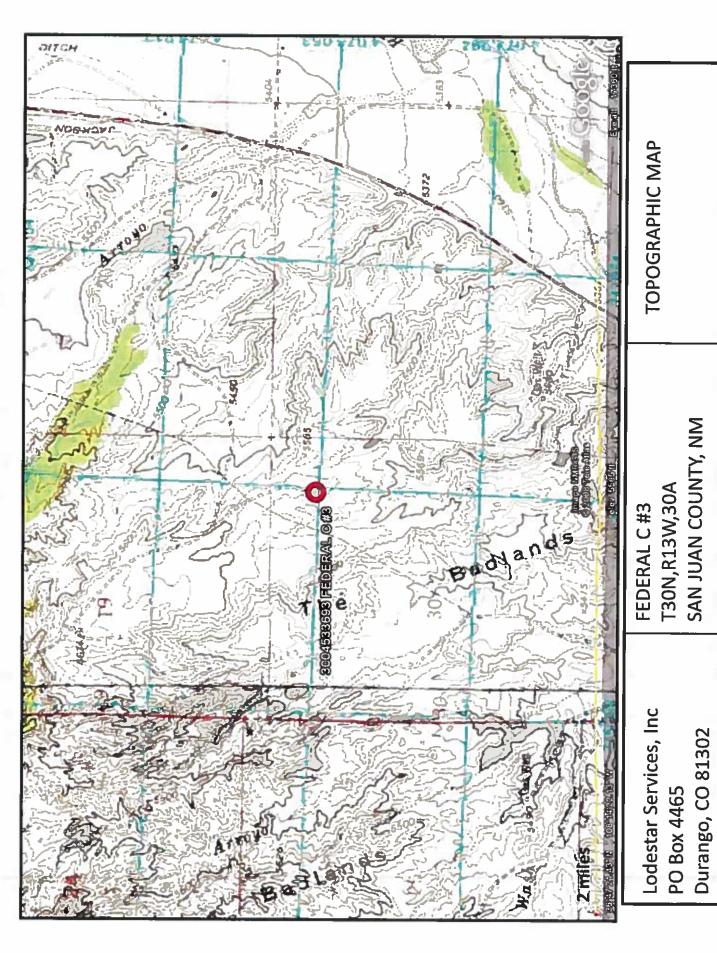
The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993).

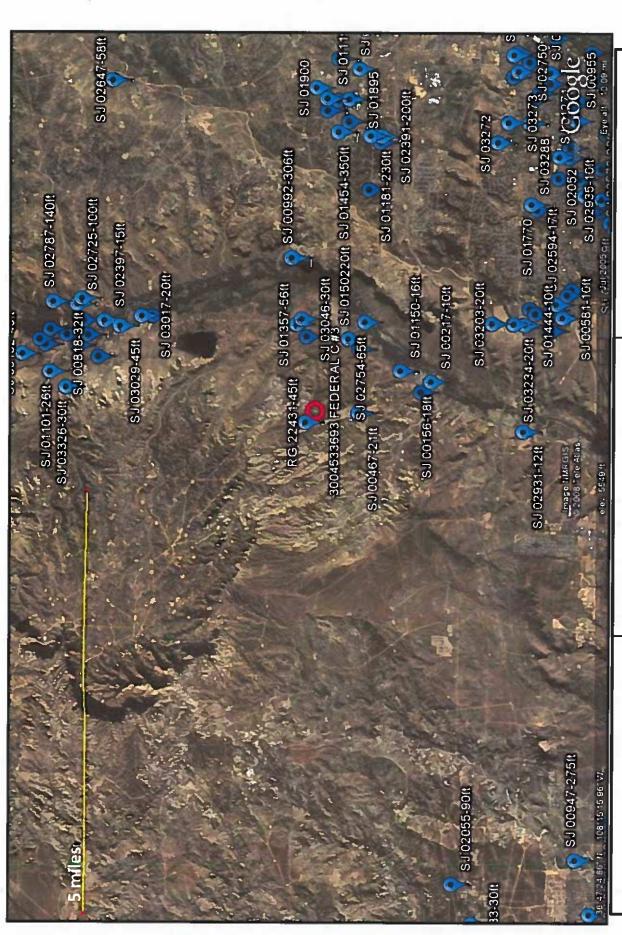
Site Specific Hydrogeology

Depth to groundwater is estimated to be less than 50 feet. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography and proximity to surface hydrologic features are also taken into consideration.

Beds of water-yielding sandstone are primarily confined to the Farmington Sandstone Member of the Fruitland Formation, which is 20-480 feet thick (Stone et al., 1983). The site is located in a shalely unit of the Fruitland Formation, as evidenced by the sloped topography that is easily eroded by arroyos.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. Wells located at similar elevations and distances from the La Plata River contain groundwater at depths ranging from 12 to 65 feet. The site in question is located in a small arroyo at an elevation of approximately 5570 feet. The closest well to the proposed site sits at an elevation of approximately 5543 feet, at a distance if approximately 2,311 feet to the west. This site puts groundwater at a distance of 45 feet below the ground surface.





Lodestar Services, Inc PO Box 4465 Durango, CO 81302

FEDERAL C #3 T30N,R13W,30A SAN JUAN COUNTY, NM

i-Waters Ground Water Data Map

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New Mexico Office of the State Engineer
New Mexico Office of the State Engineer
POD Reports and Downloads

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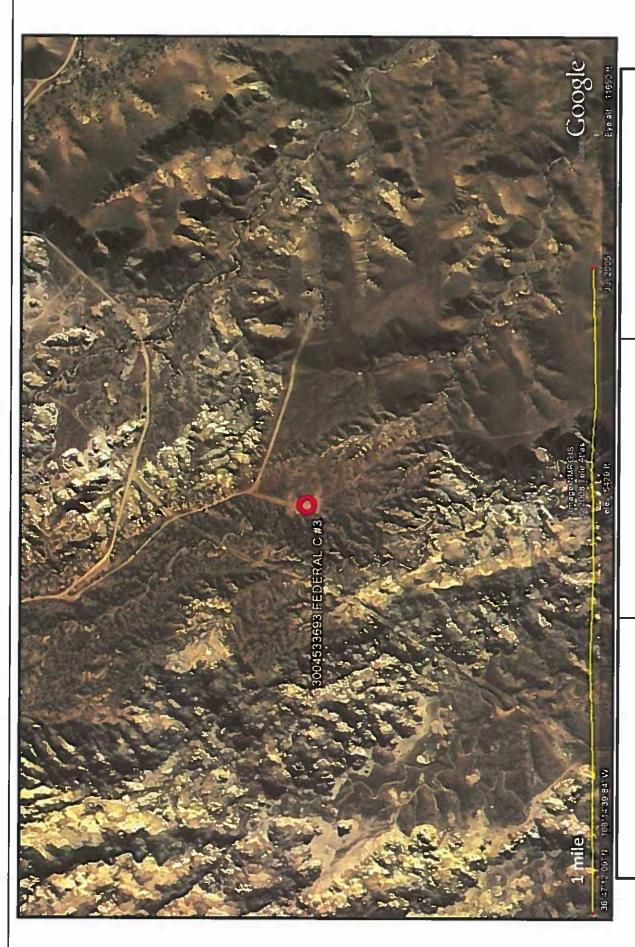
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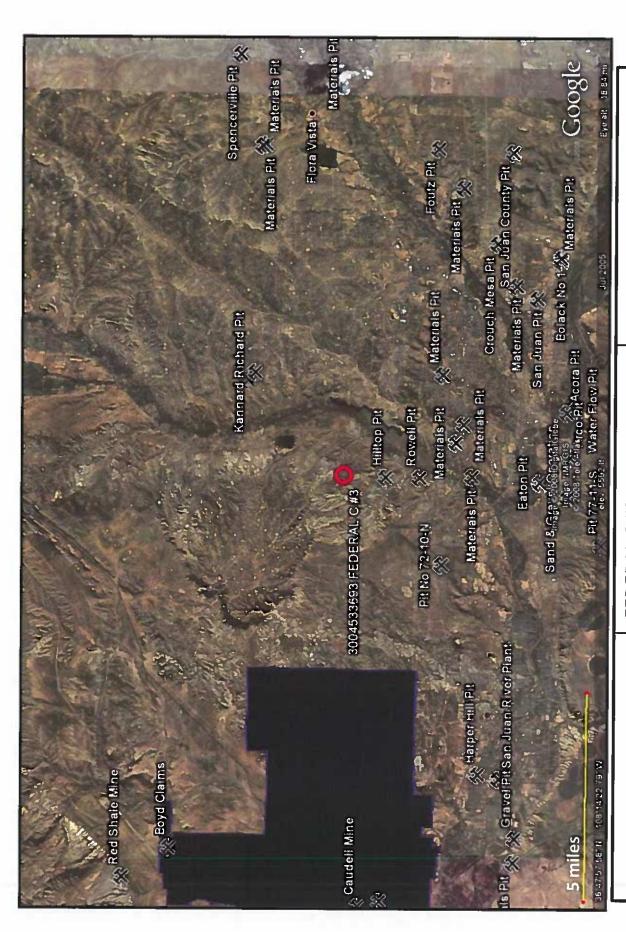
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| | Rng Sec Zone | 13W | 13W | 13W | 13W | 13W | 13W | 13W | MET . | 13W | 13% | 13W | 13W | | 13W |



AERIAL PHOTOGRAPH

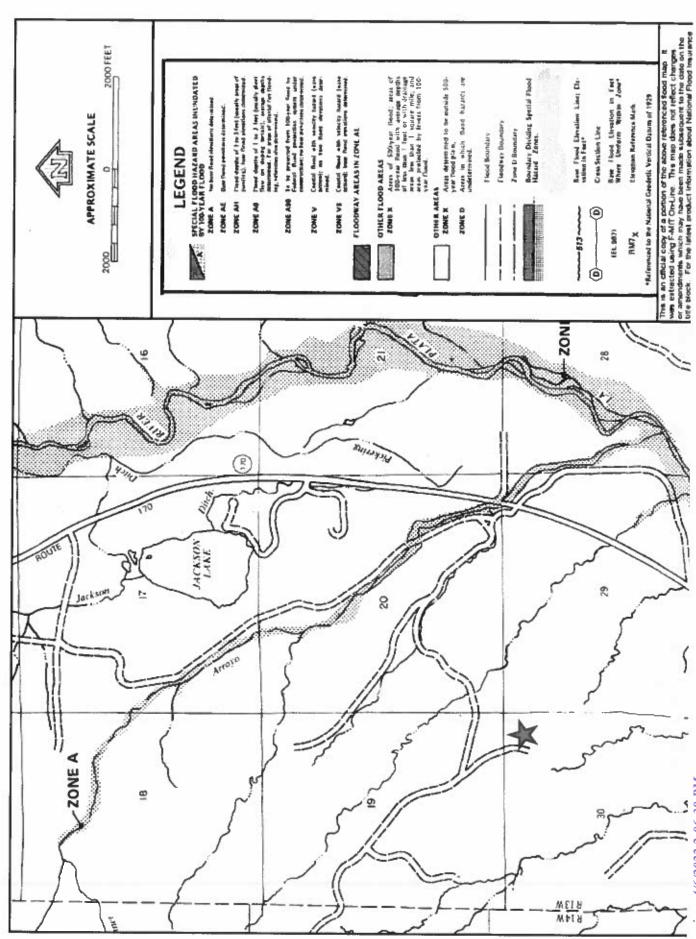
Lodestar Services, Inc PO Box 4465 Durango, CO 81302

FEDERAL C#3 T30N,R13W,30A SAN JUAN COUNTY, NM



Lodestar Services, Inc
PO Box 4465
Durango, CO 81302
SAN JUAN COUNTY, NM

Mines and Quarries Map



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

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction 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

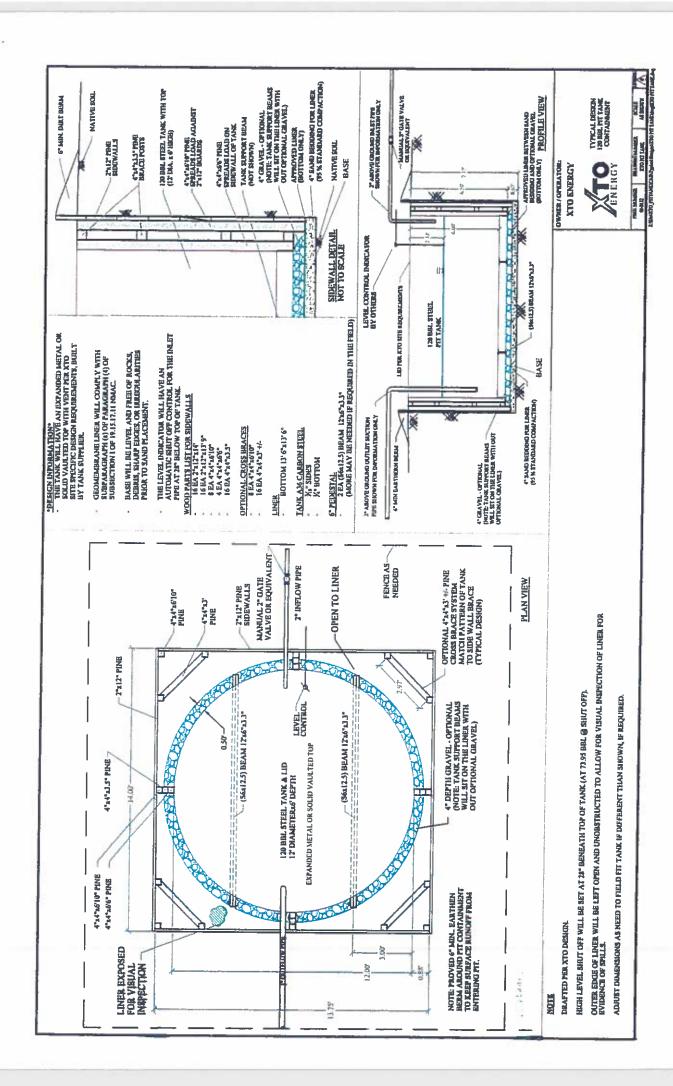
- XTO will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site
 operated by XTO where the existing below-grade tank is located. The sign will list the Operator
 on record as the operator, the location of the well site by unit letter, section, township, range, and
 emergency telephone numbers.
- 3. XTO is requesting approval of an alternative fencing to be used on below-grade tank locations. Below-grade tank locations will be fenced utilizing 48" steel mesh field-fence (hogwire) with pipe railing along the top. A 6' chain link fence will be utilized around the well pad if the well site is within a city limits or ¼ mile of a permanent residence, school, hospital, institution or church. Below-grade tanks located within 1000° of a permanent residence, school, hospital, institution or church will be fenced by 6° chain link fence with at least two strands of barbed wire at the top. All gates associated with below-grade tanks will remain closed and locked when responsible individuals are not on site.
- 4. XTO shall construct below-grade tanks with an expanded metal covering or solid vaulted top on the top of the below-grade tank.
- 5. XTO will ensure that below-grade tanks are constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight. Tanks will be constructed of A36 carbon steel with 3/16" sides and ¼" bottom. (See attached drawing).
- 6. The below-grade tank system will have a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom. Sand bedding (4") will be placed on top of a level foundation to ensure prevention of punctures, cracks or indentations of the liner or tank bottom.
- 7. XTO will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on. Below-grade tanks will be equipped with automatic high level shut-off devices as well as manually operated shut-off valves. (See attached drawing).
- 8. XTO will construct and use below-grade tanks that do not have double walls. The below-grade tank sidewalls will be open for visual inspection for leaks. The sidewalls of the cellar will be constructed with 2" X 12" pine sidewalls and 4" X 4" pine brace posts. The below-grade tank

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

bottom will be elevated a minimum of 6" above the underlying ground surface and the below-grade tank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected. (See attached drawing).

- XTO will equip below-grade tanks designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows. (See attached drawing).
- 10. XTO will demonstrate to the OCD that the geomembrane liner complies with the specifications of Subparagraph (a) of Paragraph (4) of Subsection I of 19.15.17.11 NMAC and obtain approval from OCD prior to the installation of the design. The geomembrane liner shall have a hydraulic conductivity no greater than 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidies and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A. (See attached drawing).
- The general specifications for design and construction are attached.



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

In accordance with Rule 19.15.17.12 NMAC the following information describes the operation and maintenance 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 operate and maintain below-grade tanks to contain liquids and solids, maintain the integrity of the liner and secondary containment system, prevent contamination of fresh water and protect public health and the environment. Fluid levels will be monitored weekly and high levels will be removed as necessary. Monthly inspections will be conducted to monitor integrity of below-grade tank systems and below-grade tanks will be equipped with automatic high-level shut-off devices.
- 2. XTO will not allow below-grade tanks to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the below-grade tank. Below-grade tanks will be equipped with automatic high-level shut-off control devices as well as manually operated shut-off valves. See attached drawing for vault design and placement of diversion berms and shut-off devices.
- XTO will continuously remove any visible or measurable layer of oil from the fluid surface of below-grade tanks in order to prevent significant accumulation of oil.
 - XTO will inspect the below-grade tank monthly and maintain written records for five years.
 Monthly inspections will consist of documenting the following: (see attached template),
 Well Name

API #
Sec., Twn., Rng.
XTO Inspector's name
Inspection date and time
Visible tears in liner
Visible signs of tank overflow
Collection of surface run on

Visible layer of oil

Visible signs of tank leak

Estimated freeboard

- 5. XTO will maintain adequate freeboard to prevent over topping of the below-grade tank. High level shut-off devices control the freeboard at an average of 28" beneath the top of the tank.
- XTO will not discharge into or store any hazardous waste in any below-grade tank.
- If a below-grade tank develops a leak, or if any penetration of a below-grade tank occurs below the liquids surface, XTO will remove all liquids above the damage or leak line within 48 hours,

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

notify the appropriate division district office within 48 hours of the discovery and repair the damage or replace the below-grade tank. If an existing below-grade tank does not meet current requirements of Paragraphs 1-4 of Subsection 1 of 19.15.17.11 NMAC the tank will be modified or retrofitted to comply. If compliance can not be achieved XTO will implement the approved closure plan.

| | | MONTH | 1LY BELO | HLY BELOW GRADE TANK INSPECTION FORM | INSPECTIO | N FORM | | |
|----------------------------|------------|-------------------------------|-------------------|--------------------------------------|--------------|---------------|----------------------|-----------|
| Well Name: | | | | | API No.: | | | |
| Legals | Sec: | | Township: | | Range: | | | |
| XTO Inspector's Name | Inspection | Inspection | Any visible liner | Any visible signs of | | Visible layer | Any visible signs | Freeboard |
| | 2 | D | (Edla (T/N) | talik överriðws (1/N) | run on (Y/N) | of oil (Y/N) | of a tank leak (Y/N) | Est. (ft) |
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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

- 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.
- 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 studge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and studge 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.
- 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

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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.

- 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

- All closure activities will include proper documentation and be available for review upon request 14. 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:
 - Proof of closure notice to division and surface owner;
 - Ĥ, Details on capping and covering, where applicable,
 - III. Inspection reports,
 - Confirmation sampling analytical results; IV.
 - Disposal facility name(s) and permit number(s); V.
 - Soil backfilling and cover installation, VI-
 - Re-vegetation application rates and seeding techniques, (or approved alternative VII. to re-vegetation requirements if applicable);

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Photo documentation of the site reclamation. VIII.

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

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

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**

QUESTIONS

Action 82592

QUESTIONS

| Operator: | OGRID: |
|------------------------|--|
| HILCORP ENERGY COMPANY | 372171 |
| 1111 Travis Street | Action Number: |
| Houston, TX 77002 | 82592 |
| | Action Type: |
| | [C-144] Legacy Below Grade Tank Plan (C-144LB) |

QUESTIONS

| Facility and One and Water | | | |
|--|---|--|--|
| Facility and Ground Water | | | |
| Please answer as many of these questions as possible in this group. More information will help us id | dentify the appropriate associations in the system. | | |
| Facility or Site Name | Federal C 3 | | |
| Facility ID (f#), if known | Not answered. | | |
| Facility Type | Below Grade Tank - (BGT) | | |
| Well Name, include well number | Federal C 3 | | |
| Well API, if associated with a well | 3004533693 | | |
| Pit / Tank Type | Not answered. | | |
| Pit / Tank Name or Identifier | Not answered. | | |
| Pit / Tank Opened Date, if known | Not answered. | | |
| Pit / Tank Dimensions, Length (ft) | Not answered. | | |
| Pit / Tank Dimensions, Width or Diameter (ft) | Not answered. | | |
| Pit / Tank Dimensions, Depth (ft) | Not answered. | | |
| Ground Water Depth (ft) | Not answered. | | |
| Ground Water Impact | Not answered. | | |
| Ground Water Quality (TDS) | Not answered. | | |

| Below-Grade Tank | |
|---|---|
| Subsection I of 19.15.17.11 NMAC | |
| Volume / Capacity (bbls) | 120 |
| Type of Fluid | Produced Water |
| Pit / Tank Construction Material | Steel |
| Secondary containment with leak detection | Not answered. |
| Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off | Not answered. |
| Visible sidewalls and liner | Not answered. |
| Visible sidewalls only | True |
| Tank installed prior to June 18. 2008 | Not answered. |
| Other, Visible Notation. Please specify | Visible sidewalls, vaulted, automatic high-level shut off, no liner |
| Liner Thickness (mil) | Not answered. |
| HDPE (Liner Type) | Not answered. |
| PVC (Liner Type) | Not answered. |
| Other, Liner Type. Please specify (Variance Required) | Not answered. |

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811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

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**

QUESTIONS, Page 2

Action 82592

| QUESTI | ONS (continued) |
|--|--|
| Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002 | OGRID: 372171 Action Number: 82592 Action Type: [C-144] Legacy Below Grade Tank Plan (C-144LB) |
| QUESTIONS | [0-144] Legacy Delow Grade Fallik Fiall (0-144Lb) |
| Fencing | |
| Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tank | s) |
| Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church) | Not answered. |
| Four foot height, four strands of barbed wire evenly spaced between one and four feet | Not answered. |
| Alternate, Fencing. Please specify (Variance Required) | 4' hogwire |
| | |
| Netting Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) | |
| Screen | Not answered. |
| Netting | Not answered. |
| Other, Netting. Please specify (Variance May Be Needed) | expanded metal or solid vaulted top |
| | |
| Signs Subsection C of 19.15.17.11 NMAC (If there are multiple operators at a site, each operator must have | their own sign in compliance with Subsection C of 19.15.17.11 NMAC.) |
| 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers | Not answered. |
| Signed in compliance with 19.15.16.8 NMAC | True |
| | |

Not answered.

Not answered.

Variances and Exceptions

consideration of approval

Variance(s):

of approval. Exception(s):

Justifications and/or demonstrations ofequivalency are required. Please refer to 19.15.17 NMAC for guidance.

Requests must be submitted to the appropriate division district for consideration

Requests must be submitted to the Santa Fe Environmental Bureau office for

Please check a box if one or more of the following is requested, if not leave blank:

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QUESTIONS, Page 3

Action 82592

| QUESTIONS (continued) | | | | |
|------------------------|--|--|--|--|
| Operator: | OGRID: | | | |
| HILCORP ENERGY COMPANY | 372171 | | | |
| 1111 Travis Street | Action Number: | | | |
| Houston, TX 77002 | 82592 | | | |
| | Action Type: | | | |
| | [C-144] Legacy Below Grade Tank Plan (C-144LB) | | | |

| QUESTIONS | |
|--|--|
| Siting Criteria (regarding permitting) | |
| 10 15 17 10 NMAC | |

Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.

| Siting Criteria, General Siting | | |
|--|---------------|--|
| Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank | Not answered. | |
| NM Office of the State Engineer - iWATERS database search | Not answered. | |
| USGS | Not answered. | |
| Data obtained from nearby wells | Not answered. | |

| Siting Criteria, Below Grade Tanks | |
|---|----|
| Within 100 feet of a continuously flowing watercourse, significant watercourse, lakebed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark) | No |
| Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption | No |

| Proposed Closure Method | |
|--|--------------------------|
| Below-grade Tank | Below Grade Tank - (BGT) |
| Waste Excavation and Removal | True |
| Alternate Closure Method. Please specify (Variance Required) | Not answered. |

| Operator Application Certification | |
|------------------------------------|------------|
| Registered / Signature Date | 11/20/2008 |

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ACKNOWLEDGMENTS

Action 82592

ACKNOWLEDGMENTS

| Operator: | OGRID: |
|------------------------|--|
| HILCORP ENERGY COMPANY | 372171 |
| 1111 Travis Street | Action Number: |
| Houston, TX 77002 | 82592 |
| | Action Type: |
| | [C-144] Legacy Below Grade Tank Plan (C-144LB) |

ACKNOWLEDGMENTS

| V | I acknowledge that I have received prior approval from the OCD to submit documentation of a legacy below-grade tank on behalf of my operator. |
|---|--|
| V | I hereby certify that the information submitted with this documentation is true, accurate and complete to the best of my knowledge and belief. |

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CONDITIONS

Action 82592

CONDITIONS

| Operator: | OGRID: |
|------------------------|--|
| HILCORP ENERGY COMPANY | 372171 |
| 1111 Travis Street | Action Number: |
| Houston, TX 77002 | 82592 |
| | Action Type: |
| | [C-144] Legacy Below Grade Tank Plan (C-144LB) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|-----------|-------------------|
| vvenegas | None | 2/22/2022 |