Form C-144 July 21, 2008

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

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr.

Santa Fe, NM 87505

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

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

Pit, Closed-Loop System, Belov									
Proposed Alternative Method Permit or	Closure Plan Application								
Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system,									
below-grade tank, or proposed alternative method	g permitted or non-permitted pit, closed trosp system,								
Instructions: Please submit one application (Form C-144) per individual pit, c	losed-loop system, below-grade tank or alternative request								
Please be advised that approval of this request does not relieve the operator of liability should of environment. Nor does approval relieve the operator of its responsibility to comply with any of									
Operator Williams Operating Co, LLC	OGRID #: 120782								
Address. PO Box 640 / 721 S Main Aztec, NM 87410									
Facility or well name: Rosa Unit COM 60C									
API Number <u>30-045-34213</u>									
U/L or Qtr/Qtr O Section 4 Township 31N Range	6W County: Rio Arriba								
Center of Proposed Design. Latitude 36.92201N Longitude	-107 45558W NAD □1927 ⊠ 1983								
Surface Owner: ☑ Federal ☐ State ☐ Private ☐ Tribal Trust or Indian Allotment									
2									
Pit: Subsection F or G of 19 15 17 11 NMAC									
Temporary: ☑ Drilling ☐ Workover									
□ Permanent □ Emergency □ Cavitation □ P&A									
☐ Lined ☐ Unlined Liner type. Thickness 20 mil ☐ LLDPE ☐ HDPE	□ PVC □ Other								
String-Reinforced									
Liner Scams ¹ ⊠ Welded ⊠ Factory □ Other Volume	20,000 bbl Dimensions: L 140' x W 70' x D 12'								
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 intent)	to activities which require prior approval of a permit or notice of								
Drying Pad Above Ground Steel Tanks Haul-off Bins Other	The state of the s								
☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ HDI	PE PVC Other								
Liner Seams.	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1								
4.	A Karagan								
Below-grade tank: Subsection I of 19:15.17.11 NMAC									
Volumebbl Type of fluid	[2								
Tank Construction material:	E A CONS. DIK CHEET IN SE								
Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift as									
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other									
Liner type: Thickness mil	the state of the s								
5									
Alternative Method:									

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration.	on of approval
Fencing: Subsection D of 19.15 17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, institution or, church) Four foot-height, four strands of barbed wire evenly spaced between one and four feet Alternate. Please specify As per BLM specifications	hospital,
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)	
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	
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 tor consideration of approval.	office for
Siting Criteria (regarding permitting): 19 15 17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the approoffice or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a 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.	priate district pproval.
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 - tWATERS 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 helow-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
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 - tWATERS database search. Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality, Written approval obtained from the municipality	☐ Yes ⊠ No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes 🛭 No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ⊠ No
Within an unstable area. - Engineering méasures incorporated into the design; NM Bureau of Geology & Miñeral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ⊠ No
Within a 100-year floodolain	□ Yes⊠ No

- FEMA map
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC
 ✓ Hydrogeològic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19 15.17 9 NMAC ✓ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15 17.10 NMAC ✓ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC ✓ Operating and Maintenance Plan - based upon the appropriate requirements of 19 15.17.12 NMAC
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 15 17 9 NMAC and 19 15 17 13 NMAC
Previously Approved Design (attach copy of design) API Number or Permit Number
12. Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17 10 NMAC
 □ Design Plan - based upon the appropriate requirements of 19.15 17.11 NMAC □ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC □ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC
and 19 15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number
Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use above ground steel tunks or haul-off bins and propose to implement waste removal for closure)
Permanent Pits Permit Application Checklist: Subsection B of 19.15 17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19 15 17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment
 ☐ Certified Engineering Design Plans - based upon the appropriate requirements of 19.15 17 11 NMAC ☐ Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15 17.11 NMAC ☐ Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Quality Control/Quality Assurance Construction and Installation Plan ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19,15,17,12 NMAC
Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19 15.17 11 NMAC Nuisance or Hazardous Odors, including 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
14. Proposed Closure: 19.15 17 13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System
Alternative Proposed Closure Method. Waste Excavation and Removal
☐ Waste Removal (Closed-loop systems only)
 ✓ On-site Closure Method (Only for temporary pits and closed-loop systems) ☐ In-place Burial ☐ On-site Trench Burial
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
Waste Excavation and Removal Closure Plan Checklist: (19 15.17 13 NMAC) Instructions: Each of the following items must be attached to the
closure plan. Please indicate, by a check mark in the box, that the documents are attached. Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)
Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC

☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15.17.13 NMAC	***************************************
16. Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.1 Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment	7 13.D NMAC) ent if more than two
facilities are required.	
Disposal Facility Name: Disposal Facility Permit Number:	
Disposal Facility Name: Disposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for futu Yes (If yes, please provide the information below) No	re service and operations?
Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19 15 17.13 Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	NMAC
Siting Criteria (regarding on-site closure methods only): 19.15-17-10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	e district office or may be
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☒ No ☐ NA
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search, USGS; Data obtained from nearby wells	☐ Yes ☑ No ☐ 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 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or plake (measured from the ordinary high-water mark). - Topographic map, Visual inspection (certification) of the proposed site	aya ☐ Yes ☒ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☑ No
Within 500 horizontal feet of a private, domestic tresh 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 applicat - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinan- adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	cc
Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map, Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ⊠ No
 Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources, USGS, NM Geological Society, Topographic map 	☐ Yes ☒ No
Within a 100-year floodplain FEMA map	☐ Yes ☑ No
18	
On-Site Closure Plan Checklist: (19.15-17-13 NMAC) Instructions: Each of the following items must be attached to the close by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19-15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19-15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15-17.13.NMAC	

 □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13.NMAC □ Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13.NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved) □ Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13.NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13.NMAC □ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13.NMAC
Operator Application Certification:
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.
Name (Print): Ben Mitchell Title: Regulatory Specialist
Signature: B MAM Date. 5/19/2011
e-mail address. ben mitchell@williams.com Telephone: 505-634-4206
20. OCD Approval: Application (including closure plan). Closure Plan (only) OCD Conditions (see attachment)
OCD Representative Signature: \(\sqrt{27/201}\)
Title: Compliance Office Office OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17 13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.
Closure Completion Date:
Closure Method: Waste Excavation and Removal On-Site Closure Method Alternative Closure Method Waste Removal (Closed-loop systems only) If different from approved plan, please explain
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.
Disposal Facility Name: Disposal Facility Pennit Number
Disposal Facility Name Disposal Facility Permit Number.
Disposal Facility Name: Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?
Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique
Disposal Facility Name: Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique
Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique 34. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report: Please indicate, by a check mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division)
Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique 24. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report: Please indicate, by a check mark in the box, that the documents are attached.
Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique 34. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report: Please indicate, by a check 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)
Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique 34. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report: Please indicate, by a check 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: Disposal Facility Name: Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique
Disposal Facility Name: Disposal Facility Permit Number. Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations. Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique Re-vegetation Application Rates and Seeding Technique Proof of Closure Notice (surface owner and division) 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

3		
25		
Operator Closure Certification:		
	ed with this closure report is true, accurate and complete to the best of my knowledg able closure requirements and conditions specified in the approved closure plan	ge and
Name (Print):	Title:	
Signature	Date:	
e-mail address:	Telephone:	

District 1 1625 N French Dr., Hobbs, NM 88240

State of New Mexico Energy, Minerals & Natural Resources Department Form C-102 Revised October 12, 2005

District II 1301 M. Grand Avenue, Artesia, NM 88210 District III 1000 Aio Brazos Ad , Aztec, NM 87410

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe. NM 87505

Instructions on back Submit to Appropriate District Office State Lease - '4 Copies Fee Lease - 3 Copies

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Numbe	r Poal Code	Pool Name				
	72319 / 71599	BLANCO MESAVERDE / BASI	N DAKOTA			
Property Code		openty Name	"we]] Number 60C			
17033	ROSA	ROSA UNIT COM				
'00A10 No.		*Operator Name				
120782	WILLIAMS PF	WILLIAMS PRODUCTION COMPANY				

10 Surface Location

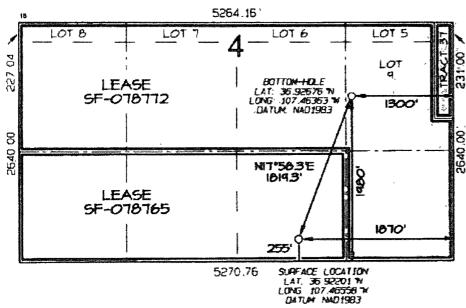
the or lot me	50mst yam	(Describe) 355	Haisailin	Lot lar	Feet from the	Morth/Bouth live	Fort From the	Expet/Maps 1 sem	Carrest
0	4	31N	БW		255	SOUTH	1870	EAST	SAN JUAN
		11 E	ottom	Hole L	ocation I	f Different	From Surf	ace	
is or lot no	Sweet to/s	(Derento	Fear-Qu	Let ten	Feet from the	North/South Isra	· Past from the	EMPL/MODEL 1 large	Courty
I	4	31N	5₩		1980	SOUTH	1300	EAST	SAN JUAN

Start or Intall * SEE NOTE BELOW *

346.29 Acres (MV) - Entire Section

343.23 Acres (DK) - Entire Section except Tract 37

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



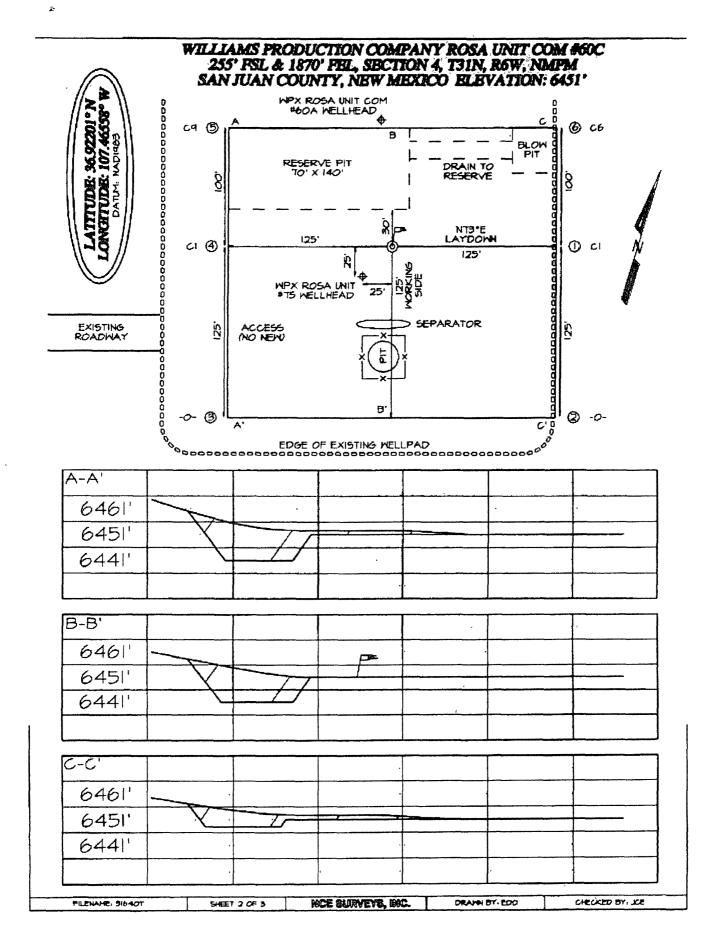
I hermay, contify from the information contained herein is thus and complete to the best of an information contained either contained to the best of an information contained to the best of an information of the anti-state discount on the analysis of superior best bottom—not lead to contain our man and to definite this well at this location ourseases to a contrained information of such a new life of such an area of superior in a contrained interest of the definition of such a new life and of such a new life of such as Signature Date Printed Name "SURVEYOR CERTIFICATION I nursely contify that the well location shown on this plot was plotted from field notice of actual surveys made by me or una system-vision and that the same is that and convect to the bask of my belief Date of Survey, MAY 2, 2006 Supercure and Small of Professional Surveyor

"OPERATOR CERTIFICATION

SON C. EDWARD ST MENTS AND ESTOR

15269 Certificate Number

Rosa Unit 600



Hydrogeological Report Williams Production Company, LLC Rosa Unit #60C

Regional Hydrological Context

Referenced Well Location:

The referenced well and pit is located on Bureau of Land Management land within Earmington Field Office (FFO) management jurisdiction in San Juan County, New Mexico. This site is positioned in the northeastern portion of the San Juan Basin, an asymmetrical syncline that extends from northwestern New Mexico into southwestern Colorado (Carson National Forest FEIS, 2008). Elevation of the referenced well is approximately 6451 feet MSL.

General Regional Groundwater Description:

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

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

Site Specific Information:

Surface Hydrology: The pit is located on a fairly flat topography on an upper mid-

San Jose, Tertiary

slope with a southeast aspect. Drainage is by unnamed drainages

into Navajo Reservoir and into the San Juan River.

1st Water Bearing Formation:

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

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

Within a one-mile radius of this location, there were no 1WATERS wells with recorded water depth information. However, cathodic data associated with the Rosa Unit Nos. 075 (approximately 256 feet from pit) & 060A (approximately 94 feet from pit), show depth to moisture at 320feet (see Siting

Criteria Map I for details).

References:

Allen, Erin. Undated Colorado Plateau Aquifers.

http://academic.emporia.edu/schulmem/hydro/TERM%20PROJEC1S/2007/Allen/Aquifer.html

New Mexico Energy, Minerals and Natural Resources Department, Division of Mining and Minerals.

Database. 2010. Internet accessed January 2010

New Mexico Office of the State Engineer 2011, iWaters database. Internet accessed March 2011.

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

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

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

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

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New Mexico Office of the State Engineer Water Column/Average Depth to Water

(quarters are 1=NW 2=NE 3=SW 4=SE)

(NAD93 UTM in meters)

(In feet)

Sub POD Number basin			Q	Q	Q							epth Wa /aterColu	
SJ 00011	IND	RA				32	31N	D6W	278321	40818111	610		
SJ 03685 POD1	DOM	SJ	4	2	1	07	31N	D6W	276814	4088772'	460	310	150
									Avera	age Depth to	Water:	310 feet	
										Minimum	Depth:	310 feet	

Maximum Depth: 310 feet

Record Count: 2

PLSS Search:

Township: 31N Range: 06W

'UTM location was derived from PLSS - see Help

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7/27/10 10:20 AM

Page 1 of 1

WATER COLUMN/ AVERAGE DEPTH TO WATER

Rosa Unit 60C

Page 10 of 21



New Mexico Office of the State Engineer Water Column/Average Depth to Water

(quarters are	1=NW	2=NE	3=SW	4=SE)
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	en e e esta	(quarte	3.426	000 C	WAY TO S	allest	to larg	est) (I	NAD83 UTI	M in meters)	1/2000 to	(in feet)	o orananan
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18004(40H1pa.180% - 280% 2000)	distraction	in in	(\$ 1 -7)	* *	e de la companya de l	, Jec	311. A.O.	Sirin A 34	Λ.	Υ.	AACII	karei co	û n tîili
SJ 01 94 9	SUB	SJ	3	2	2	10	32N	06W	282909	4097594*	300	260	40
SJ 01957	SAN	SJ	3	2	2	10	32N	06W	282909	4097594*	280	280	0
SJ 02711	DOM	SJ	3	1	3.	11	32N	06W	283293	4096778	200	120	80
SJ 03055	DOM	SJ	2	2	1	20	32N	08W	278939	40948571	290	100	190
SJ 03135	DOM	SJ	1	1	3	0 9	32N	08W	280044	40971121	200		
SJ 03302	EXP	SJ	4	3	1	80	32N	06W	278835	40972941	250		
SJ 03420	DOM	SJ		2	4	19	32N	06W	277997	40937531	415	60	355
SJ 03775 POD1	EXP	SJ	3	3	1	60	32N	06W	278389	4097289	260	200	60
									Aver	age Depth to	Water:	170 fee	e t
										Minimum	Depth:	60 fee	rt
										Maximum	Depth.	280 fee	iŧ

Record Count: 8

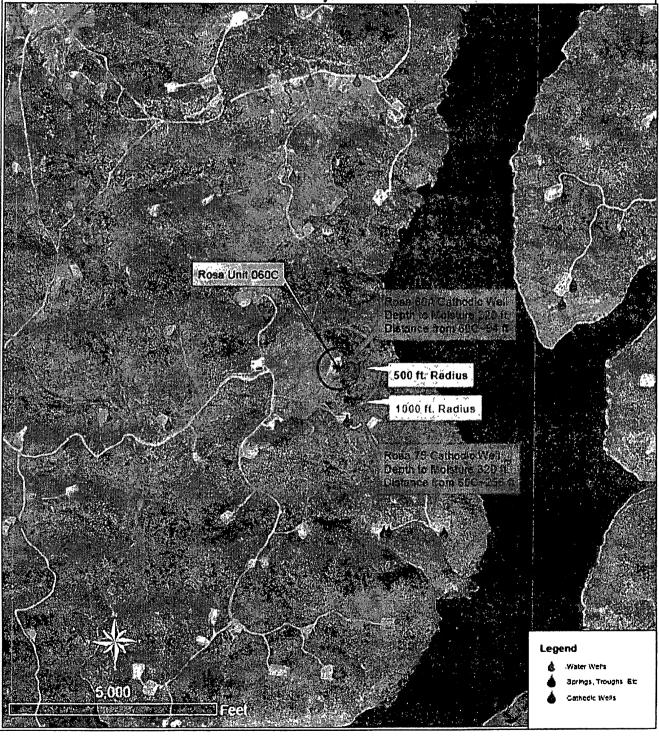
PLSS Search:

Township: 32N Range, 06W

*UTM location was derived from PLSS - see Help

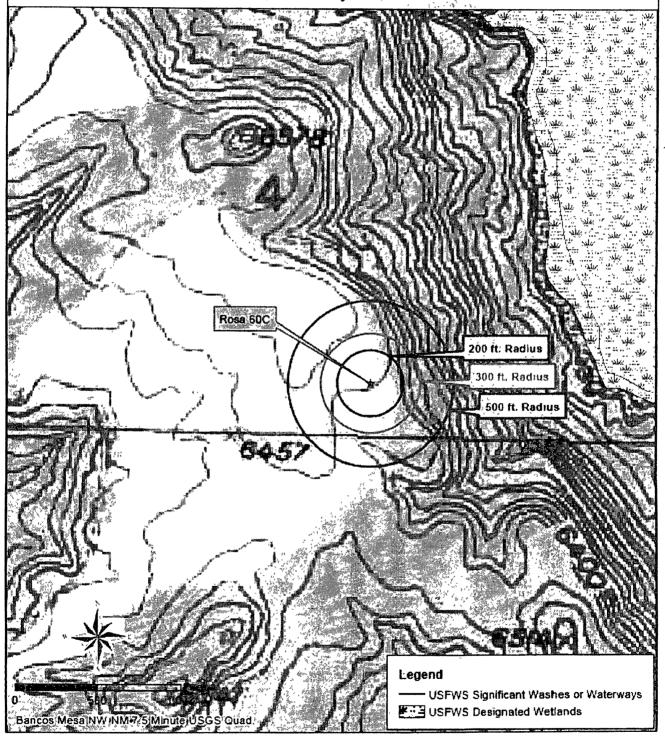
The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

Siting Criteria Map I
Water Wells, Cathodic Wells, & Springs
Williams Production Company, LLc
Rosa Unit No. 60C
T31N, R6W, Section 4 NMPM
San Juan County, New Mexico



Page 12 of 21 Rosa Unit 60C

Siting Criteria Map II
Topographic Features
Williams Production Company, LLC
Rosa Unit No. 60C
T31N, R06W, Section 4 NMPM
San Juan County, New Mexico



Aggregate & Stone Mines

♦ Coal Mines

Industrial Minerals Mines

▼ Industrial Minerals Mills

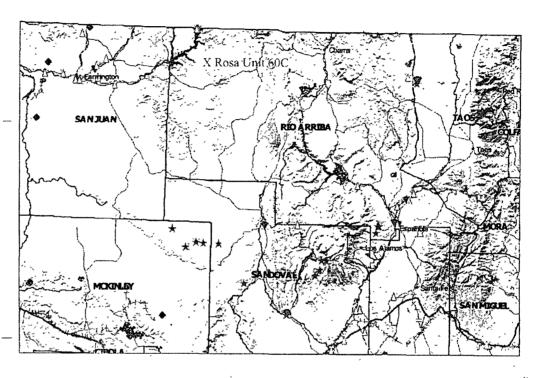
Metal Mines and Mill Concentrate

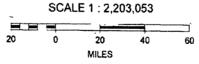
Potash Mines & Refineries

Smelters & Refinery Ops.

9 Uranium Mills

Population





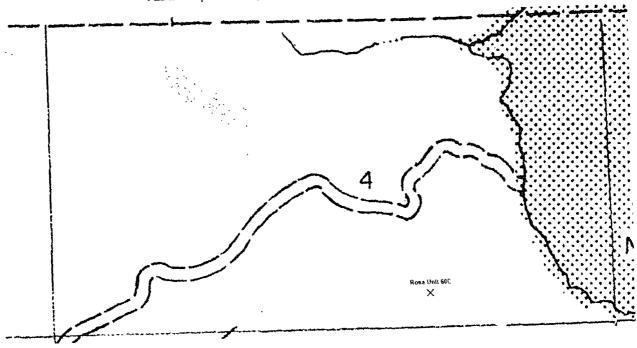


FEMA Map - 100-Year Floodplain:

This-site is not located within a 100-year floodplain, according to FEMA maps (see attached FEMA map).

Siting Criteria Compliance Demonstrations:

The Rosa Unit #60C well is not located in an unstable area. The location is not situated over a mine or a steep slope. Excavated pit material will not be located within 300 feet of a continuously flowing water course or within 200 feet of any other significant water course, lakebed, sinkhole, or playa lake (see Siting Criteria Map II). The site is not within 500 feet of any reported riparian areas or wetlands; within 500 feet of any private, domestic fresh water well or spring; or within 1000 feet of any other fresh water well or spring (see Siting Criteria Map I). The proposed pit will not be within any incorporated municipal boundaries or defined municipal freshwater well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. The location of the proposed pit is not within 300 feet of any permanent residence, school, hospital, institution, or church.



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

Temporary Pit Design and Construction Plan Drilling/Completion and Workover

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

General Plan Requirements:

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

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

Temporary Pit Maintenance & Operating Plan Drilling/Completion and Workover

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

General Plan Requirements:

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

12. WPX shall remove all free liquids from a blow/flare (cavitation) pit within 48 hours after completing operations. WPX may request additional time to remove liquids from the Aztec District office if it is not feasible to meet the 48 hour requirement.

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

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

In accordance with Rule 19 15.17.13 NMAC, the following plan describes the general in-place closure requirements of temporary pits on Williams Production Co, LLC (WPX).locations in the San Juan Basin of New Mexico. This is WPX's standard procedure for all temporary pits to be utilized for the drilling, completion and/or workovers of oil and gas wells operated by WPX. For those temporary pits which do not conform to this standard closure plan, a separate well/pit-specific closure plan will be developed and utilized

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

- Details on Capping and Covering, where applicable
- Plot Plan (Pit Diagram)
- Inspection reports

4 4 4 4 4

- Sampling Results
- Division Form C-105: WELL COMPLETION OR RECOMPLETION REPORT AND LOG
- Copy of Deed Notice filed with the County Clerk (formatted to meet County requirements)

General Plan Requirements:

- 1. All free-standing liquids will be removed from the pit at the start of the closure process. Liquids will be removed in a manner that the appropriate District Office approves including: recycled, reused, reclaimed, evaporated, and/or disposed of in a Division-approved facility. Once all free liquids are removed, the sludge will be stabilized by one of the following methods depending on equipment availability: blending with clean stockpiled soils or dewatering using a Bowl Decanter Centrifuge, then blending with clean stockpiles soils.
- 2. The preferred method of closure for all temporary pits will be on-site closure by in-place burial, provided all the criteria in 19.15.17.13.B are met.
- 3. The surface owner shall be notified of WPX's proposed closure plan using a means that provides proof of notice (i.e. certified mail/return receipt requested).
- 4. Within six months of the "rig-off" status occurring, WPX will ensure that the temporary pit is covered and recontoured, and that reseeding is in progress.
- 5. Notice of Closure will be given to the Aztec District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the following:
 - a. Operator's Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)
- 6. The pit liner shall be removed above "mud level" after stabilization. Removal of the liner will consist of manually or mechanically cutting the liner at the mud level and removing all remaining liner. Care will be taken to remove "all" of the liner (i.e. anchored material). All excessive liner will be disposed of at a licensed disposal facility (probably San Juan Regional Landfill, operated by Waste Management under NMED Permit SWM-052426).

7. A five-point composite sample will be taken of the pit using sampling tools; all samples will be tested per 19.15.17.13(B)(1)(b) NMAC. In the event that the criteria are not met (See Table 1), all contents will be handled per 19.15.17.13(B)(1)(a) (i.e. dig and haul to a Division-approved facility). Approval to haul will be requested of the Aztec District office prior to initiation.

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

Components	Testing Methods	Closure Limits (mg/Kg)
Benzene	EPA SW-846 Method 8021B or 8260B	0.2
BTEX	EPA SW-846 Method 8021B or 8260B	50
ТРН	EPA SW-846 Method 8015 M(Full Range)* or Method 418.1	2500
GRO/DRO	EPA SW-846 Method 8015M (GRO/DRO)	500
Chlorides	EPA SW-846 Method 300.1	1000

^{*} Preferred method

4 6 2

- 8. Upon completion of solidification and testing, the pit area will be backfilled with non-waste, earthen material compacted to native conditions to enable effective revegetation for successful evapotranspiration. A minimum of four feet of cover will be used, including replacement of one foot of suitable material to establish vegetation, or the background thickness of topsoil, whichever is greater.
- 9. Following cover, the site will be recontoured to meet the Surface Management Agency or surface owner requirements. Re-contouring will attempt to match fit, shape, line form, and texture of the surrounding geography. Re-shaping will provide drainage control, prevent ponding, and minimize erosion. Natural drainages will be unimpeded and stormwater Best Management Practices (BMPs) will be used to aid in soil stabilization and protect surface water quality.
- 10 Notification will be sent to the Aztec District office when the reclaimed area is seeded.
- 11. WPX shall seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted), consisting of at least three native plant species, including at least one grass, but not including noxious weeds. Cover will be maintained through two successive growing scasons. Repeat seeding or planting will be continued until successful vegetative growth occurs Note WPX assumes the seeding stipulations, including mix and seeding methods, specified by the Surface Management Agency (BLM, BOR, USFS, Tribal, etc.) or Landowner as part of a surface use agreement or APD are Division-approved methods unless notified by the Division of their unacceptability.
- 12. Upon the abandonment of all wells on the pad, the temporary pit will be located with a steel marker no less than four inches in diameter, cemented in a hole three feet deep in the center of the on site burial. The marker will be flush with the ground to allow access of the active well pad and for safety concerns. The marker will include a threaded collar to be used for future abandonment. The top of the marker will contain a welded steel 12" square plate that indicates the on site burial of the temporary pit. The plate will be easily removable and a four-foot tall riser will be threaded into the top of the collar marker and welded around the base with the operations information at the time of all wells on the pad abandoned. The information will include Operator Name, Lease Name, Well Name and number, USTR, and an indicator that the marker is an onsite pit burial location.