District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

Liner type: Thickness

Alternative Method:

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

Form C-144 Revised June 6, 2013

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

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

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	1220 South St. Francis Dr. Santa Fe, NM 87505	Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.
PERMIT # 13005 45-06750	Pit, Below-Grade Tank, or ative Method Permit or Closure P	RECEIVED By OCD at 1:27 pm, Jul 09, 2015 Plan Application
☐ Closure o☐ Modificat☐ Closure p ☐ Closure p or proposed alternative method	a pit or proposed alternative method if a pit, below-grade tank, or proposed alternatition to an existing permit/or registration blan only submitted for an existing permitted or	non-permitted pit, below-grade tank,
	application (Form C-144) per individual pit, below-	
Please be advised that approval of this request does not re environment. Nor does approval relieve the operator of it	is responsibility to comply with any other applicable go	vernmental authority's rules, regulations or ordinances.
1. Operator: Burlington Resources Address: PO BOX 4289, Farmington, NM 87499		
Facility or well name: FRONTIER B #2		
	Permit Number:	
U/L or Qtr/Qtr D (NWNW) Section 09 To		
Center of Proposed Design: Latitude 36.594944		1983
Surface Owner: Federal State Private T	ribal Trust or Indian Allotment	
Pit: Subsection F, G or J of 19.15.17.11 NMAG Temporary: □ Drilling □ Workover Permanent □ Emergency □ Cavitation □ P& Lined □ Unlined Liner type: Thickness □ String-Reinforced Liner Seams: □ Welded □ Factory □ Other □	Closed Prior to Cl A Multi-Well Fluid Management Lo mil LLDPE HDPE PVC Other	
3.		Additional Cail Comples
☑ Below-grade tank: Subsection I of 19.15.17.11 Volume: 120 bbl Type of Tank Construction material: Metal	NOT APPROV	Additional Soil Samples Required 8021 for BTEX and Benzene.
Secondary containment with leak detection	Visible sidewalls, liner, 6-inch lift and automatic ov	verflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewall		

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

5.

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks)

Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church)

Four foot height, four strands of barbed wire evenly spaced between one and four feet

Alternate. Please specify_____

mil HDPE PVC Other <u>LLDPE</u>

Form C-144 Oil Conservation Division Page 1 of 6

6. 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)	
 Signs: Subsection C of 19.15.17.11 NMAC □ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers □ Signed in compliance with 19.15.16.8 NMAC 	
Variances and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	
9. 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. Siting criteria does not apply to drying pads or above-grade tanks.	otable source
General siting	
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. (Does not apply to below grade tanks) - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within the area overlying a subsurface mine. (Does not apply to below grade tanks) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
 Within an unstable area. (Does not apply to below grade tanks) Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☐ No
Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map	☐ Yes ☐ No
Below Grade Tanks	
Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
 Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site 	☐ Yes ☑ No
Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter)	
Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.) - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☐ No
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	
Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No

Within 100 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No						
Temporary Pit Non-low chloride drilling fluid							
Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No						
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No						
Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application; - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No						
Within 300 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No						
Permanent Pit or Multi-Well Fluid Management Pit							
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No						
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.							
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image							
Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.	☐ Yes ☐ No						
- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site							
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No						
10. Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 N	IMAC						
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the doc attached.	cuments are						
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC	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. and 19.15.17.13 NMAC	15.17.9 NMAC						
☐ Previously Approved Design (attach copy of design) API Number: or Permit Number:							
Multi-Well Fluid Management Pit Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the doc attached. Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC A List of wells with approved application for permit to drill associated with the pit. Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 and 19.15.17.13 NMAC Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC	.15.17.9 NMAC						
Previously Approved Design (attach copy of design) API Number: or Permit 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
	documents are
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well F	luid Management Pit
☐ 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	
14. Weste Everystian and Democrat Clasure Plan Checklists (10.15.17.12.)[MAC] Instruction Fig. 6.45. 6.45. 6.45. 6.45.	-4-1-4-
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	
15.	
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable sour provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. F 19.15.17.10 NMAC for guidance.	rce material are Please refer to
Ground water is less than 25 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 25-50 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 more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No
Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	Yes No

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 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							
On-Site 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. 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 E of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements 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 H 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 believe to the less of my knowledge								
Signature: Date:								
e-mail address: Telephone:								
18. OCD Approval: OCD Conditions (see attachment) OCD Representative Title: OCD Conditions (see attachment) OCD Conditions (see attachment) Approval Date:								
19. Closure Report (required within 60 days of closure completion): 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: February 19, 2012								
20. Closure Method: Waste Excavation and Removal ☐ On-Site Closure Method ☐ Alternative Closure Method ☐ Waste Removal (Closed-l☐ If different from approved plan, please explain.	loop systems only)							
21. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please it mark in the box, that the documents are attached. □ Proof of Closure Notice (surface owner and division) □ Proof of Deed Notice (required for on-site closure for private land only) □ Plot Plan (for on-site closures and temporary pits) □ Confirmation Sampling Analytical Results (if applicable)	ndicate, by a check							

Page 5 of 6

Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is belief. I also certify that the closure complies with all applicable closure requirements and	true, accurate and complete to the best of my knowledge and I conditions specified in the approved closure plan.
Name (Print): <u>Denise Journey</u> Title: <u>Staff Regulatory Technician</u>	
Signature:	Date: May 1, 2015
e-mail address: Denise.Journey@conocophillips.com Telephone: (505) 326-9556	

Burlington Resources Oil Gas Company, LP San Juan Basin Below Grade Tank Closure Report

Lease Name: FRONTIER B #2 API No.: 30-045-06750

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

General Plan:

- 1. BR shall close a below-grade tank within 60 days of cessation of operations per Subsection G.4 of 19.15.17.13 NMAC. This will include a) below-grade tanks that do not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC; b) an earlier date that the division requires because of imminent danger to fresh water, public health or the environment. For any closure, BR will file the C144 Closure Report as required.
- 2. The below-grade tank referenced above was permitted and closed within 60 days of cessation of the below-grade tanks operation.
- 3. BR shall remove liquids and sludge from a below-grade tank prior to implementing a closure method and shall dispose of the liquids and sludge in a division-approved facility. The facilities to be used will be Basin Disposal (Permit #NM-01-005), JFJ Landfarm % Industrial Ecosystem Inc. (Permit # NM-01-0010B) and Envirotech Land Farm (Permit #NM-01-011). The liner after being cleaned well (Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC) will be disposed of at the San Juan County Regional Landfill located on CR 3100.
 - All recovered liquids were disposed of at Basin Disposal (Permit #NM-01-005) and any sludge or soil required to be removed to facilitate closure was hauled to Envirotech Land Farm (Permit #NM-01-011) and JFJ Landfarm % IEI (Permit #NM-01-0010B). The liner was cleaned per Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC was disposed of at the San Juan County Regional Landfill located on CR 3100.
- 4. BR Will receive prior approval to remove the below-grade tank and dispose of it in a division-approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.

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

- 5. If there is any on-site equipment associated with a below-grade tank, then BR shall remove the equipment, unless the equipment is required for some other purpose.
 - All on-site equipment associated with the below-grade tank was removed.
- 6. BR will test the soils beneath the below-grade tank to determine whether a release has occurred. COPC shall collect, at a minimum, a five point, composite sample; collect individual grab samples from any area that is wet, discolored or showing other evidence of a release; and analyzed for the constituents listed in Table I of 19.15.17.13 NMAC. COPC shall notify the division of its results on form C-141.

5/1/2015

7. A five point composite sample was taken of the below-grade tank using sampling tools and all samples tested per Subsection B of 19.15.17.13 (B)(1)(b). (Sample results attached).

Components	Tests Method	Limit (mg/kg)		
Benzene	EPA SW-846 8021B or 8260B	0.2		
BTEX	EPA SW-846 8021B or 8260B	50		
TPH	EPA SW-846 418.1	100		
Chlorides	EPA 300.1	250		

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

A release was not determined for the above referenced well.

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

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

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

Notification is missing due to employee turnovers. ConocoPhillips has reviewed our internal processes and has updated them to include the required 72 hour notification.

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

The closure process notification to the landowner not found. COPC was not aware that the original notification sent at the time of Permitting was not the only closure notification required.

ConocoPhillips has reviewed our internal processes and has updated them to include the required 72 hour notification.

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

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

13. BR Shall seed the disturbed areas the first favorable growing season following closure of a below-grade tank. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved

methods. BLM stipulated seed mixes will used on federally regulated lands and division-approved seed mixtures (administratively approved if required) will be utilized on all State or private lands. A uniform vegetative cover has been established that reflects a life-form ratio of plus or minus fifty percent (50%) of pre- disturbance levels and a total percent plant cover of at least seventy percent (70%) of pre-disturbance levels, excluding noxious weeds. If alternate seed mix is required by the state, private owner or tribe, it will be implemented with administrative approval if needed. COPC will repeat seeding or planting will be continued until successful vegetative growth occurs.

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

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

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

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

Closure Documentation was not submitted within the 60 day requirement due to employee turnovers. ConocoPhillips has reviewed our internal processes and has updated them to ensure closure documentation is submitted with the 60 day time frame.



March 9, 2012

Ashley Maxwell ConocoPhillips San Juan Business Unit Office 216-2 5525 Hwy 64 Farmington, NM 87401 www.animasenvironmental.com

624 E. Comanche Farmington, NM 87401 505-564-2281

> Durango, Colorado 970-403-3274

RE: Frontier B#2 Below Grade Tank Closure and Release Report San Juan County, New Mexico

Dear Ms. Maxwell:

Animas Environmental Services, LLC (AES) is pleased to provide the final report associated with the below grade tank (BGT) closure at ConocoPhillips (CoP) Frontier B#2, located in San Juan County, New Mexico. Tank removal had been completed by CoP contractors prior to AES' arrival at the location.

1.0 Site Information

Site Name - Frontier B #2

1.1 Location

Legal Description - NW¼ NW¼, Section 9, T27N, R11W, San Juan County, New Mexico Well Latitude/Longitude - N36.59474° and W108.01488°, respectively BGT Latitude/Longitude - N36.59494° and W108.0155°, respectively Land Jurisdiction - Navajo Nation

Figure 1 - Topographic Site Location Map

Figure 2 - General Site Plan, January 2012

1.2 NMOCD Ranking

Prior to site work, the New Mexico Oil Conservation Division (NMOCD) database was reviewed, and no prior ranking information was located. Additionally, the New Mexico Office of the State Engineer (NMOSE) database was reviewed, and no water wells were reported within 1,000 feet of the subject site. Once on site, AES personnel assessed the ranking using topographical interpretation, Global Positioning System (GPS) elevation readings, and visual reconnaissance. AES personnel concluded that depth to groundwater at the site was greater than 100 feet below ground surface (bgs), and the distance to the nearest surface water was greater than 1,000 feet. The Frontier B#2 is

2.1.3 Chlorides

Soil samples were field screened for chlorides using Chloride Drop Count Titration with silver nitrate. Sampling and analysis methods followed procedures provided by Hach Company.

2.2 Soil Laboratory Analyses

The five soil samples collected for laboratory analysis (S-1 through S-5) were placed into new, clean, laboratory-supplied containers, which were then labeled, placed on ice, and logged onto a sample chain of custody record. Samples were maintained on ice until delivery to the analytical laboratory, Hall Environmental Analysis Laboratory (Hall), in Albuquerque, New Mexico. The soil samples were laboratory analyzed for:

Chlorides per EPA Method 300.0

2.3 Soil Field and Laboratory Analytical Results

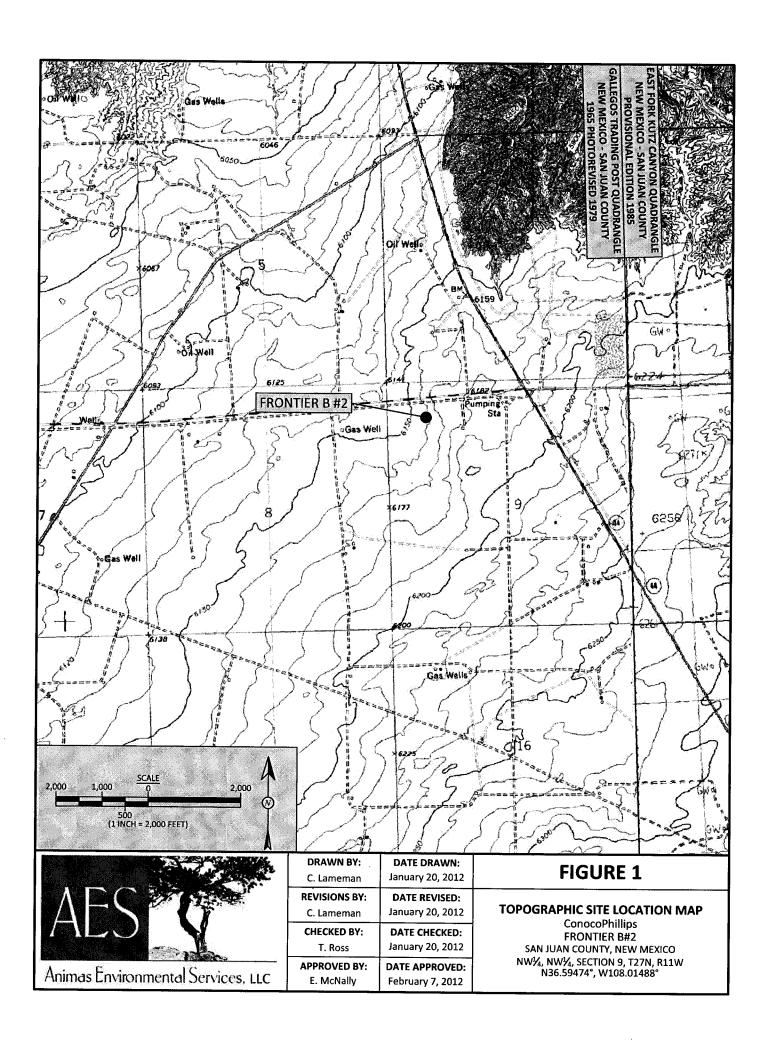
Field screening results for VOCs showed concentrations of 0.0 ppm in each sample. TPH concentrations ranged from 97.3 mg/kg in S-2 up to 535 mg/kg in S-5. All field analyses of chloride were reported at or below 60 mg/kg, except for S-4 at 80 mg/kg. Field screening VOC, TPH, and chloride concentrations are presented in Table 1 and on Figure 2. The AES field screening report is attached.

Laboratory confirmation analyses for chloride showed all concentrations were below the laboratory detection limit of 30 mg/kg. Laboratory analytical results are included in Table 1 and on Figure 2. Laboratory analytical reports are attached.

Table 1. Soil OVM, TPH, and Chlorides Field Screening and Laboratory Analytical Results
Frontier B#2 BGT Closure, January 2012

Sample ID	Date Sampled	Depth below BGT (ft)	VOCs OVM Reading (ppm)	Field TPH (mg/kg)	Field Chlorides (mg/kg)	Laboratory Confirmation Chlorides (mg/kg)
NMO	CD Action Le	vel		100/5,000*	250	250
S-1	01/19/12	0.5	0.0	151	60	<30
S-2	01/19/12	0.5	0.0	97.3	60	<30
S-3	01/19/12	0.5	0.0	240	60	<30
S-4	01/19/12	0.5	0.0	293	80	<30
S-5	01/19/12	0.5	0.0	535	60	<30

^{*} Action level determined by the NMOCD ranking score per NMOCD Guidelines for Leaks, Spills, and Releases (August 1993)



AES Field Screening Report

Animas Environmental Services, LLC

www.animasenvironmental.com

624 E. Comanche Farmington, NM 87401 505-564-2281

Durango, Colorado 970-403-3274

Client: ConocoPhillips

Project Location: Frontier B #2

Date: 1/19/2012

Matrix: Soil

19/2012 19/2012	8:41 8:44	North	0.0	60	10:07	151			
19/2012	8:44	Carrate			10.07	151	20.0	1	DAW
		South	0.0	60	10:14	97.3	20.0	1	DAW
19/2012	8:46	East	0.0	60	9:41	240	20.0	1	DAW
19/2012	8:48	West	0.0	80	10:11	293	20.0	1	DAW
19/2012	8:50	Center	0.0	60	9:45	535	20.0	1	DAW
		·				9/2012 8:48 West 0.0 80 10:11	0/2012 8:48 West 0.0 80 10:11 293	0/2012 8:48 West 0.0 80 10:11 293 20.0	9/2012 8:48 West 0.0 80 10:11 293 20.0 1

PQL ND

Practical Quantitation Limit

Not Detected at the Reporting Limit

Dilution Factor

*Field TPH concentrations recorded may be below PQL.

Field Chloride - Quantab Chloride Titrators or Drop Count Titration with Silver

Debruck Water

Nitrate

Total Petroleum Hydrocarbons - USEPA 418.1

Analyst:

Page 1

Report Finalized: 1/20/12

Analytical Report

Lab Order: 1201588

Date Reported: 1/23/2012

Hall Environmental Analysis Laboratory, Inc.

	Animas Environment Co P Frontier B #2	al Services				La	ıb Order	: 1201588
Lab ID:	1201588-001	· · · · ·			Collect	ion Date:	1/19/20	12 8;41:00 AM
Client Sample ID:	S-1					Matrix:	SOIL	
Analyses		Result	RL	Qual	Units		DF	Date Analyzed
EPA METHOD 300	.0: ANIONS							Analyst: BRM
Chloride		ND	30		mg/Kg		20	1/20/2012 2:09:30 PM
Lab ID:	1201588-002				Collect	ion Date:	1/19/201	12 8:44:00 AM
Client Sample ID:	S-2					Matrix:	SOIL	
Analyses		Result	RL	Qual	Units		DF	Date Analyzed
EPA METHOD 300	.0: ANIONS							Analyst: BRM
Chloride		ND	30		mg/Kg		20	1/20/2012 3:01:44 PM
Lab ID:	1201588-003			•	Collect	ion Date:	1/19/201	12 8:46:00 AM
Client Sample ID:	S-3					Matrix:	SOIL	
Analyses		Result	RL	Qual	Units		DF	Date Analyzed
EPA METHOD 300	.0: ANIONS			-				Analyst: BRM
Chloride		ND	30		mg/Kg		20	1/20/2012 3:19:08 PM
Lab ID:	1201588-004			(Collecti	on Date:	1/19/201	12 8:48:00 AM
Client Sample ID:	S-4					Matrix:	SOIL	
Analyses		Result	RL	Qual	Units		DF	Date Analyzed
EPA METHOD 300.	0: ANIONS							Analyst: BRM
Chloride		ND	30		mg/Kg		20	1/20/2012 3:36:32 PM
Lab ID:	1201588-005				Collecti	on Date:	1/19/201	2 8:50:00 AM
Client Sample ID:	S-5					Matrix:	SOIL	
Analyses		Result	RL	Qual	Units		DF	Date Analyzed
EPA METHOD 300.	0: ANIONS							Analyst: BRM
Chloride		ND	30		mg/Kg		20	1/20/2012 3:53:57 PM

Qualifiers:	*/X	Value exceeds Maximum	Contaminant Level.
-------------	-----	-----------------------	--------------------

E Value above quantitation range

J Analyte detected below quantitation limits

R RPD outside accepted recovery limits

S Spike Recovery outside accepted recovery limits

B Analyte detected in the associated Method Blank

H Holding times for preparation or analysis exceeded

ND Not Detected at the Reporting Limit

RL Reporting Detection Limit

Page 1 of 2



Hall Environmental Analysis Laborator) 4901 Hawkins NL Albuquerque, NM 87105

TEL: 505-345-3975 FAX: 505-345-410; Website: www.hallenvironmental.con

Sample Log-In Check List

Clie	nt Name:	Animan F			3441-4								
			nvironmental		Work ()raer I							
Log	ged by:	Michelle (Garcia	1/20/2012 9:00:00) AM			41	Uhil	4 Garne	•		
Con	npleted By:	Michelle (3arcia	1/20/2012 9:33:58	3 AM			1	uhi	Us Gonus Us Gonus	•		
Revi	iewed By: 🛴	10 1/a	0/2012					•		,,,,,,			
Cha	in of Cust	adv.											-
	Were seals i				Ye		No	\Box	Nic	ot Present 🖸	7		
	Is Chain of C		nplete?			s ☑ s ☑		_		ot Present [_		
	How was the	-				iEx	110	لسا	140	ot i lesent L			
						<u> </u>					•		
<u>Log</u>	<u>In</u>												
4.	Coolers are	present? (se	ee 19. for cooler s	pecific information)	Ye	s 🗸	No			NA []		
5.	Was an atte	mpt made to	cool the samples	s?	Ye	s 🗹	No			NA [
6.	Were all san	nples receive	ed at a temperatu	re of >0° C to 6.0°C	Ye	s 🗸	No			NA [
7.	Sample(s) in	proper cont	tainer(s)?		Ye	s V	No						
8.	Sufficient sar	mple volume	e for indicated tes	t(s)?	Ye	s V	No						
9.	Are samples	(except VO	A and ONG) prop	erly preserved?	Ye	s 🔽	No						
10.	Was preserv	ative added	to bottles?		Ye	s 🗌	No	✓		NA [
4.4	le the bearing	ages in the l	/04 viala lasa 45a	4/4 in ab 0	v.		N-		NI_ 1	100 Maja 5	a		
			voa viais iess ma ners received brot	an 1/4 inch or 6 mm? ken?	Ye: Ye:		No No	_	NO V	/OA Vials 🛚	<u> </u>		
13.	Does paperw	ork match b		NGI I !		· •		_		# of prese bottles ch			
			entified on Chain	of Cuotody?	Va		No			for pH:	(-2	>12 unless note	-I\
			were requested?	or Custody?	Ye				ŀ	Adju	(\2 0) usted?	> 12 unless note	u)
		•	ole to be met?			· 🗹				•	_		
		_	authorization.)							Chec	ked by:		
Spec	cial Handl	ing (if apı	olicable)						L				
17.	Was client no	otified of all o	discrepancies with	n this order?	Yes		No			NA S	2		
	Person	Notified:		Da	te:								
	By Who			Vie	: ☐ eM	ail [] Ph	one [] F	ax 🗌 In P	erson		
	Regardi	_											
	Client In	structions:	<u> </u>										
18.	Additional rer	narks:											
19. 9	Cooler Infon	mation											
	Cooler No	Temp ℃ 1.0		Seal Intact Seal No of Present	Seal D	ate	8	Signe	l By				
	<u> </u>	1.10	140	7. 1000IIL			L						



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

January 23, 2012

Ross Kennemer
Animas Environmental Services
624 East Comanche
Farmington, NM 87401

TEL: (505) 564-2281 FAX (505) 324-2022

RE: Co P Frontier B #2

OrderNo.: 1201588

Dear Ross Kennemer:

Hall Environmental Analysis Laboratory received 5 sample(s) on 1/20/2012 for the analyses presented in the following report.

There were no problems with the analytical events associated with this report unless noted in the Case Narrative. Analytical results designated with a "J" qualifier are estimated and represent a detection above the Method Detection Limit (MDL) and less than the Reporting Limit (PQL). These analytes are not reviewed nor narrated as to whether they are laboratory artifacts.

Quality control data is within laboratory defined or method specified acceptance limits except if noted.

If you have any questions regarding these tests results, please feel free to call.

Sincerely,

Andy Freeman

Laboratory Manager

4901 Hawkins NE

Albuquerque, NM 87109

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#:

1201588

23-Jan-12

Client:

Animas Environmental Services

Project:

Co P Frontier B #2

Sample ID MB-369

SampType: MBLK

TestCode: EPA Method 300.0: Anions

Client ID: PBS

Batch ID: 369

RunNo: 516

Prep Date: 1/20/2012

Result

Units: mg/Kg

Analyte

Analysis Date: 1/20/2012

SeqNo: 14624

Chloride

Result **PQL** ND

SPK value SPK Ref Val %REC LowLimit

HighLimit %RPD

Qual

1.5

SampType: LCS

TestCode: EPA Method 300.0: Anions

RunNo: 516

Prep Date: 1/20/2012

Client ID: LCSS

Sample ID LCS-369

Batch ID: 369 Analysis Date: 1/20/2012

SeqNo: 14625

Units: mg/Kg

Analyte

PQL

SPK value SPK Ref Val %REC LowLimit

HighLimit

Qual

RPDLimit

RPDLimit

Chloride

1.5 15.00

95.7

90

110

%RPD

14

Qualifiers:

*/X Value exceeds Maximum Contaminant Level.

E Value above quantitation range

ĭ Analyte detected below quantitation limits

R RPD outside accepted recovery limits В Analyte detected in the associated Method Blank

Н Holding times for preparation or analysis exceeded

Not Detected at the Reporting Limit

Reporting Detection Limit RL

Page 2 of 2

	hain	of-Cu	stody Record	Turn-Around Time:				HALL ENVIRONMENTAL												
Client:	Animo	is thr	ironmental	☐ Standard	X Rush	Same day				A	NA	LY	'SI	5 L	AE	30				
Mailing	Address	624	LC E Comanche	Standard Rush Jame day Project Name: CoP Frontier B#2				www.hallenvironmental.com 4901 Hawkins NE - Albuquerque, NM 87109												
Farmington NM 87401				Project #:				Tel. 505-345-3975 Fax 505-345-4107												
Phone #: 505 -564 - 2281								Analysis Request												
email o	r Fax#:			Project Manager:				즐	Sel)				(§							
QA/QC	Package: idard		☐ Level 4 (Full Validation)	R. Kennemer				(Gas o	sas/Die				PO4,S(PCB's			7			
Accreditation ☐ NELAP ☐ Other				Sampler: D Watson On Ice D Yes D No.			+ TMB's (8021)	+ TPH	15B (G	18.1)	04.1)	Ê .	O3,NO ₂	3 / 8082		()	Chlorides			or N)
	(Type)			Sylvery Carein	gerature:		띪	띪	98	4 b	ָן אֱ	유 함		ide	वि	Q 	-4			ح
Date	Time	Matrix	Sample Request ID	Container Type and #	Preservative Type	HEAL NO	BTEX + MTBE	BTEX + MTBE + TPH (Gas only)	TPH Method 8015B (Gas/Dlesel)	TPH (Method 418.1)	EDB (Method 504.1)	8310 (PNA or P	Anions (F,CI,NO ₃ ,NO ₂ ,PO ₄ ,SO ₄)	8081 Pesticides / 8082 PCB's	8260B (VOA)	8270 (Semi-VOA)	3000			Air Bubbles (Y or N)
1-19-12	0841	Soil	S-1	4-02 dess													X			
	0844	1	S-2		١ ١	2											X			
	0846		8-3			3											X			
	0848		S-4			4											K			
	0850		S-5	上	1	5											X			
							ļ					_					\square	4	_	_
						***			_		+	+					\vdash		+	_
							1		1	-	+	+	-	ļ				\dashv	+	
										-								\neg	\neg	
																	·			
												Т								
Date: 1/19/12 Date:	Time: 1540 Time:	Relinquishe Relinquishe	wh Water	Received by: Date Time 19/12 1545			Remarks: Direct Bill to ConocoPhillips workorder#: 10308928 user 10: Benale cuch code: P110 workorderedby: Montoya supervisor: Montoya breather													
1/19/12	1602	M	atte Uatter,	Mur	CCF coap: PTO WINDOWS OF SUPERVISOR: Montons Occasion of this possibility. Any sub-contracted data will be clearly notated on the analytical report.								., -, 0 6	J~						

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III
1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Form C-141 Revised August 8, 2011 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action																	
						OPERA	COR	ıl Report	\boxtimes	Final Report							
Owned Su	hsidiary	of Conoco	es, a Wholly Company		Contact Shelly Cook-Cowden												
Address 34	01 E. 30 ^{tr}	St., Farmi	ngton, N	IM 87402		Telephone No. 505-324-5140											
Facility Nar	ne: Fronti	er B #2				Facility Type: Gas Well											
Surface Ow	ner: Triba	ıl - Navajo		Mineral O	wner:	r: Federal API No. 3004506750											
Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County - San Juan																	
Unit Letter D	Section 9	Township 27N	Range 11W	Feet from the 790'		/South Line North	County – S	County – San Juan									
Latitude 36.59474 ° N Longitude -108.01488 ° W																	
NATURE OF RELEASE																	
Type of Rele							Release – Unkno	Recovered									
Source of Re	lease – Bel	ow Grade Tan	K			Unknown	our of Occurrence	ee –	Date and	Hour of Dis	our of Discovery						
Was Immedia	ate Notice (Given?				If YES, To	Whom?										
Yes No Not Required																	
By Whom?		***				Date and Hour											
Was a Water	course Rea		Yes [] No		If YES, Volume Impacting the Watercourse.											
If a Watercourse was Impacted, Describe Fully.*																	
Describe Cause of Problem and Remedial Action Taken.* Below Grade Tank Closure Activities																	
						Tank Closu											
Describe Area Affected and Cleanup Action Taken.* The below grade tank sample results were above regulatory standard by USEPA method 418.1 for TPH @ 535 ppm, confirming a release; however, the regulatory standard for closure at this site was determined to be 5,000 ppm. Additionally, the sample was then transported to the lab and analytical results for BTEX and Chlorides were below the regulatory standards set forth in the NMOCD Guidelines for Remediation of Leaks, Spills and Release; therefore no further action is required.																	
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.																	
Signature:	Sheooy	Cook-Ca	ode_			OIL CONSERVATION DIVISION											
Printed Nam	e: Shelly C	ook-Cowden				Approved by	Environmental S	pecialis	t:		,						
Title: Field 1	Environme	ntal Specialis			Approval Date: Expiration Dat				Date:	ate:							
E-mail Address: Shelly.g.Cook-Cowden@ConocoPhillips.com						Conditions of Approval: Attached					ı 🗆	J					
Date: March	28, 2012		Phone	e: 505-324-5140													

^{*} Attach Additional Sheets If Necessary





