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

☐ Alternate. Please specify_

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

Form C-144 Revised April 3, 2017

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

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

1 Pit, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application
Type of action: Below grade tank registration Permit of a pit or proposed alternative method Closure of a pit, below-grade tank, or proposed alternative method Modification to an existing permit/or registration
Closure plan only submitted for an existing permitted or non-permitted pit, below-grade tank,
or proposed alternative method
Instructions: Please submit one application (Form C-144) per individual pit, below-grade tank or alternative request
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.
Operator: Hilcorp Energy Company OGRID #: 372171
Address: 382 Road 3100 Aztec, NM 87410
Facility or well name: OSHEA 1M
API Number:OCD Permit Number:
U/L or Qtr/Qtr F Section 3 Township 31N Range 13W County: San Juan
Center of Proposed Design: Latitude 36.93219330 °N Longitude -108.19395030 °W NAD83
Surface Owner: Federal State Private Tribal Trust or Indian Allotment
2.
Pit: Subsection F, G or J of 19.15.17.11 NMAC Operator needs to resample and resubmit C-144 Closure
Temporary: Drilling Workover
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi-Well Fluid Management Low Chloride Drilling Fluid ☐ yes ☐ no
☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other
☐ String-Reinforced
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D
3.
Below-grade tank: Subsection I of 19.15.17.11 NMAC
Volume: 45 bbl Type of fluid: Produced Water
Tank Construction material: Metal Metal
☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other
Liner type: Thicknessmil
4. Alternative Method:
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

Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)	
7. Signs: Subsection C of 19.15.17.11 NMAC ☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers ☐ Signed in compliance with 19.15.16.8 NMAC	
8. 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 accematerial are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	ptable source
General siting	
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☑ NA
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☑ NA
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. (Does not apply to below grade tanks) - Written confirmation or verification from the municipality; Written approval obtained from the municipality	Yes No
Within the area overlying a subsurface mine. (Does not apply to below grade tanks) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
Within an unstable area. (Does not apply to below grade tanks) - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☐ No
Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map	☐ Yes ☐ No
Below Grade Tanks	
Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured 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).	□ Vas □ Na
- Topographic map; Visual inspection (certification) of the proposed site	Yes No
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No
Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.	
- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	Yes No
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
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. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC	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. 	15 17 9 NMAC
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	.15.17.7 INMAC
☐ 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			
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				
13. 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 Multi-well F. Alternative	luid Management Pit			
Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only)				
 ☐ On-site Closure Method (Only for temporary pits and closed-loop systems) ☐ In-place Burial ☐ On-site Trench Burial ☐ Alternative Closure Method 				
14. Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be a	attached to the			
closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ 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.				
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 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	☐ 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 approva	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						
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map						
Within a 100-year floodplain FEMA map		☐ Yes ☐ No☐ Yes ☐ No				
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate of a drying part of Protocols and Procedures - based upon the appropriate requirements of 19.15. Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 1 Disposal Facility Name and Permit Number (for liquids, drilling fluids and draw Soil Cover Design - based upon the appropriate requirements of Subsection Hardward Re-vegetation Plan - based upon the appropriate requirements of Subsection Pl	rements of 19.15.17.10 NMAC Subsection E of 19.15.17.13 NMAC ropriate requirements of Subsection K of 19.15.17.13) - based upon the appropriate requirements of 19.17.13 NMAC rements of 19.15.17.13 NMAC g.15.17.13 NMAC ll cuttings or in case on-site closure standards cannof 19.15.17.13 NMAC of 19.15.17.13 NMAC	11 NMAC 15.17.11 NMAC				
Operator Application Certification:						
I hereby certify that the information submitted with this application is true, accurate						
Name (Print):	Title:					
Signature:	Date:					
e-mail address:	Telephone:					
18. OCD Approval: Permit Application (including closure plan) Closure Plan	(only) OCD Conditions (see attachment)					
OCD Representative Signature:	Approval Date: 9/25/20)20				
	CD Permit Number:					
19. Closure Report (required within 60 days of closure completion): 19.15.17.13 No Instructions: Operators are required to obtain an approved closure plan prior to it. The closure report is required to be submitted to the division within 60 days of the section of the form until an approved closure plan has been obtained and the closure plan plan has been obtained and the closure plan plan has been obtained and the closure plan plan plan plan plan plan plan plan	nplementing any closure activities and submitting completion of the closure activities. Please do no	t complete this				
20. Closure Method: Waste Excavation and Removal □ On-Site Closure Method □ Alternative □ If different from approved plan, please explain.	e Closure Method Waste Removal (Closed-le	oop systems only)				
Closure Report Attachment Checklist: Instructions: Each of the following item mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division) Proof of Deed Notice (required for on-site closure for private land only) Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable) Waste Material Sampling Analytical Results (required for on-site closure) Disposal Facility Name and Permit Number Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique Site Reclamation (Photo Documentation)	s must be attached to the closure report. Please in	dicate, by a check				

22. Operator Closure	Certification:				
I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.					
Name (Print):	Priscilla Shorty	Title:	Operations/Regulatory Technician – Sr		
Signature:	Priscilla Shorty	Date:	6/25/2020		
e-mail address:	pshorty@hilcorp.com	Telephone:(505	324-5188		

Hilcorp Energy Company San Juan Basin Below Grade Tank Closure Report

Lease Name: OSHEA 1M API No.: 30-045-23618

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

General Plan:

1. HILCORP shall close a below-grade tank within 60 days of cessation of operations per Subsection G.4 of 19.15.17.13 NMAC. This will include a) below-grade tanks that do not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC; b) an earlier date that the division requires because of imminent danger to fresh water, public health or the environment. For any closure, HILCORP will file the C144 Closure Report as required.

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

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

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

3. HILCORP will receive prior approval to remove the below-grade tank and dispose of it in a division-approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.

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

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

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

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

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

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

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

A release was determined for the above referenced well.

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

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

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

Notification is attached.

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

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

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

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

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

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

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

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

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

Priscilla Shorty

From:

Priscilla Shorty

Sent:

Wednesday, June 10, 2020 6:11 AM

To:

Smith, Cory, EMNRD; Brandon Powell - NMOCD (brandon.powell@state.nm.us); Mandi Walker

Cc:

Jennifer Deal; Ben Mitchell; Chad Perkins

Subject:

OSHEA 1M (30-045-23618) - 72 Hour BGT Notification

Attachments:

Oshea 1M_BGT Permit.pdf

Subject: 72 Hour BGT Closure Notification

Anticipated Start Date: Friday, June 12, 2020 at approximately 2:00 PM

The subject well was P&A'd and has a BGT that will be permanently removed. The BGT permit is attached. Please contact me at any time if you have any questions or concerns.

Well Name:

Oshea 1M

API#:

30-045-23618

Location:

Unit F (SENW), Section 03, T31N, R13W

Footages:

1450' FNL & 1750' FWL

Operator:

Hilcorp Energy

Surface Owner: FEE

Reason:

P&A'd 5/15/2020

Please forward to anyone that I may have missed. Thank you.

Priscilla A. Shorty

San Juan North Regulatory Technician Hilcorp Energy Company 505-324-5188 pshorty@hilcorp.com District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
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1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141
Revised August 24, 2018
Submit to appropriate OCD District office

Incident ID	
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

				•		
				OGRID 372171		
Contact Name Priscilla Shorty Contact			Contact Te	elephone (505)	324-5188	
Contact email pshorty@hilcorp.com Incident			Incident #	(assigned by OCD))	
Contact maili	ng address	382 Road 3100	Aztec NM 8741	0		
			Location	of Release So	ource	
Latitude	36.93219	330		Longitude	-108.193	395030
			(NAD 83 in deci	imal degrees to 5 decim	nal places)	
Site Name Os	hea 1M			Site Type	Gas Well	
Date Release I	Discovered	N/A		API# (if app	licable)	
						_
Unit Letter	Section	Township	Range	Coun		
F	3	31N	13W	San Jı	uan	
						_
Surface Owner:	: State	☐ Federal ☐ Tr	ibal 🛛 Private (Λ	lame:)
			Nature and	Volume of I	Release	
			rature and	volume of 1	Release	
Crude Oil	Material	(s) Released (Select al Volume Release	* * *	calculations or specific	justification for the Volume Reco	volumes provided below)
	TT .		` ′		` '	
Produced V	Water	Volume Release	` ′		Volume Recovered (bbls)	
		Is the concentrate produced water:	ion of dissolved ch >10,000 mg/l?	nloride in the	Yes N	No
☐ Condensat	e	Volume Release			Volume Recovered (bbls)	
☐ Natural Ga	as	Volume Released (Mcf)		Volume Recovered (Mcf)		
Other (describe) Volume/Weight Released (provide units)		units)	Volume/Weight Recovered (provide units)			
Cause of Rele	ase					
No rologgo was	oncorr**	d during the DCT	Closuro			
No release was	encountere	d during the BGT	Ciosure.			

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Incident ID	
District RP	
Facility ID	
Application ID	

Was this a major	If YES, for what reason(s) does the r	esponsible part	y consider this a r	major release?	
release as defined by 19.15.29.7(A) NMAC?					
	NT/A				
☐ Yes ⊠ No	N/A				
If VES was immediate no	otice given to the OCD? By whom? T	To whom? Who	and by what m	agns (phone amail atc.)?	
ii 123, was ininiculate ne	once given to the OCD: By whom:	to whom: who	and by what in	cans (phone, chair, etc):	
Not Required					
	Initia	l Response)		
The responsible p	party must undertake the following actions imme	ediately unless they	could create a safety	hazard that would result in injury	
☐ The source of the rele	ase has been stopped.				
☐ The impacted area has	s been secured to protect human health	n and the enviro	nment.		
Released materials ha	ve been contained via the use of berm	s or dikes, abso	rbent pads, or oth	er containment devices.	
☐ All free liquids and re	ecoverable materials have been remove	ed and managed	appropriately.		
If all the actions described	l above have <u>not</u> been undertaken, exp	olain why:			
		·			
				er discovery of a release. If remediation	
- 1	a narrative of actions to date. If reme t area (see 19.15.29.11(A)(5)(a) NMA			lly completed or if the release occurred needed for closure evaluation.	
	rmation given above is true and complete t				
regulations all operators are	required to report and/or file certain releas	e notifications an	d perform correctiv	re actions for releases which may endanger	
public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In					
addition, OCD acceptance of and/or regulations.	f a C-141 report does not relieve the operat	tor of responsibili	ty for compliance v	with any other federal, state, or local laws	
-					
Printed Name: Priscilla	Shorty	Title:	Operations/Regul	latory Technician – Sr.	
Signature: Priscil	la Shorty	Date:	6/25/2020		
email:	pshorty@hilcorp.com		Telephone:	(505) 324-5188	
	<u> </u>		<u> </u>		
0.65 0.5					
OCD Only					
Received by:		Date:			



Analytical Report

Report Summary

Client: Hilcorp Energy Co Samples Received: 6/15/2020 Job Number: 17051-0002

Work Order: P006048
Project Name/Location: OSHEA#1M

Report Reviewed By:	Wallet Hinkman	Date:	6/22/20
_		_	

Walter Hinchman, Laboratory Director



Envirotech Inc. certifies the test results meet all requirements of TNI unless footnoted otherwise.

Statement of Data Authenticity: Envirotech, Inc, attests the data reported has not been altered in any way.

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Envirotech, Inc, holds the Utah TNI certification NM009792018-1 for the data reported.

Envirotech, Inc, holds the Texas TNI certification T104704557-19-2 for the data reported.





Hilcorp Energy Co Project Name: OSHEA #1M PO Box 61529 Project Number: 17051-0002

 PO Box 61529
 Project Number:
 17051-0002
 Reported:

 Houston TX, 77208
 Project Manager:
 Jennifer Deal
 06/22/20 08:38

Sample Summary

Client Sample ID	Lab Sample ID Matrix		Sampled	Received	Container
OSHEA #1M	P006048-01A	Soil	06/12/20	06/15/20	Glass Jar, 4 oz.





Houston TX, 77208

Hilcorp Energy Co Project Name: OSHEA #1M PO Box 61529 Project Number: 17051-0002

Project Number: 17051-0002 Project Manager: Jennifer Deal **Reported:** 06/22/20 08:38

OSHEA #1M P006048-01 (Solid)

		Reporting							
Analyte	Result	Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
Volatile Organics by EPA 8021B									
Benzene	ND	0.0250	mg/kg 1		2025002	06/16/20	06/16/20	EPA 8021B	
Toluene	ND	0.0250	mg/kg 1		2025002	06/16/20	06/16/20	EPA 8021B	
Ethylbenzene	ND 0.0250 mg/kg 1 2025002 06/16/20		06/16/20	06/16/20	EPA 8021B				
p,m-Xylene	ND	0.0500	mg/kg 1		2025002	06/16/20	06/16/20	EPA 8021B	
o-Xylene	ND	0.0250	mg/kg 1		2025002	06/16/20	06/16/20	EPA 8021B	
Total Xylenes	ND	0.0250	mg/kg 1		2025002	06/16/20	06/16/20	EPA 8021B	
Surrogate: 4-Bromochlorobenzene-PID		104 %	50-150		2025002	06/16/20	06/16/20	EPA 8021B	
Nonhalogenated Organics by EPA 8015I	- DRO/ORO								
Diesel Range Organics (C10-C28)	ND	25.0	mg/kg 1		2025019	06/17/20	06/17/20	EPA 8015D	
Oil Range Organics (C28-C40)	ND	50.0	mg/kg 1		2025019	06/17/20	06/17/20	EPA 8015D	
Surrogate: n-Nonane		81.7 %	50-20	0	2025019	06/17/20	06/17/20	EPA 8015D	
Nonhalogenated Organics by EPA 8015I	- GRO								
Gasoline Range Organics (C6-C10)	ND	20.0	mg/kg 1		2025002	06/16/20	06/16/20	EPA 8015D	
Surrogate: 1-Chloro-4-fluorobenzene-FID		90.5 %	50-15	0	2025002	06/16/20	06/16/20	EPA 8015D	
Anions by EPA 300.0/9056A									
Chloride	97.8	20.0	mg/kg 1		2025010	06/16/20	06/16/20	EPA 300.0/9056A	

Reported: 06/22/20 08:38

Hilcorp Energy Co Project Name: OSHEA #1M

PO Box 61529 Project Number: 17051-0002
Houston TX, 77208 Project Manager: Jennifer Deal

Volatile Organics by EPA 8021B - Quality Control

Envirotech Analytical Laboratory

		Reporting		Spike	Source		%REC		RPD	
Analyte	Result	Limit	Units	Level	Result	%REC	Limits	RPD	Limit	Notes

Maryte	resurt	Lillit	Cints	LCVCI	resuit	70ICLC	Lillits	KI D	Limit	110103
Batch 2025002 - Purge and Trap EPA 5030A										
Blank (2025002-BLK1)				Prepared &	Analyzed:	06/15/20	1			
Benzene	ND	0.0250	mg/kg							
Toluene	ND	0.0250	"							
Ethylbenzene	ND	0.0250	"							
p,m-Xylene	ND	0.0500	"							
o-Xylene	ND	0.0250	"							
Total Xylenes	ND	0.0250	"							
Surrogate: 4-Bromochlorobenzene-PID	8.49		"	8.00		106	50-150			
LCS (2025002-BS1)				Prepared &						
Benzene	5.08	0.0250	mg/kg	5.00		102	70-130			
Toluene	5.07	0.0250	"	5.00		101	70-130			
Ethylbenzene	5.04	0.0250	"	5.00		101	70-130			
p,m-Xylene	10.1	0.0500	"	10.0		101	70-130			
o-Xylene	5.06	0.0250	"	5.00		101	70-130			
Total Xylenes	15.2	0.0250	"	15.0		101	0-200			
Surrogate: 4-Bromochlorobenzene-PID	8.63		"	8.00		108	50-150			
Matrix Spike (2025002-MS1)	Sour	ce: P006050-	01	Prepared &	Analyzed:	06/15/20	1			
Benzene	5.20	0.0250	mg/kg	5.00	ND	104	54.3-133			
Toluene	5.19	0.0250	"	5.00	ND	104	61.4-130			
Ethylbenzene	5.16	0.0250	"	5.00	ND	103	61.4-133			
p,m-Xylene	10.3	0.0500	"	10.0	ND	103	63.3-131			
o-Xylene	5.19	0.0250	"	5.00	ND	104	63.3-131			
Total Xylenes	15.5	0.0250	"	15.0	ND	103	0-200			
Surrogate: 4-Bromochlorobenzene-PID	8.77		"	8.00		110	50-150			
Matrix Spike Dup (2025002-MSD1)	Sour	ce: P006050-	01	Prepared &	Analyzed:	06/15/20	1			
Benzene	4.77	0.0250	mg/kg	5.00	ND	95.3	54.3-133	8.67	20	
Toluene	4.73	0.0250	"	5.00	ND	94.6	61.4-130	9.30	20	
Ethylbenzene	4.71	0.0250	"	5.00	ND	94.2	61.4-133	9.18	20	
p,m-Xylene	9.42	0.0500	"	10.0	ND	94.2	63.3-131	9.19	20	
o-Xylene	4.73	0.0250	"	5.00	ND	94.7	63.3-131	9.23	20	
Total Xylenes	14.2	0.0250	"	15.0	ND	94.3	0-200	9.20	200	
Surrogate: 4-Bromochlorobenzene-PID	8.71		"	8.00		109	50-150			

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Hilcorp Energy Co Project Name:
PO Box 61529 Project Number:

Houston TX, 77208

OSHEA#1M

Project Number: 17051-0002 Project Manager: Jennifer Deal **Reported:** 06/22/20 08:38

Nonhalogenated Organics by EPA 8015D - DRO/ORO - Quality Control

Envirotech Analytical Laboratory

		Spike	Source		%REC	RPD				
Analyte	Result	Limit	Units	Level	Result	%REC	Limits	RPD	Limit	Notes
Batch 2025019 - DRO Extraction EPA 3570										
Blank (2025019-BLK1)				Prepared: (06/17/20 0 A	Analyzed: 0	6/17/20 1			
Diesel Range Organics (C10-C28)	ND	25.0	mg/kg							
Oil Range Organics (C28-C40)	ND	50.0	"							
Surrogate: n-Nonane	54.3		"	50.0		109	50-200			
LCS (2025019-BS1)										
Diesel Range Organics (C10-C28)	489	25.0	mg/kg	500		97.8	38-132			
Surrogate: n-Nonane	54.3		"	50.0		109	50-200			
Matrix Spike (2025019-MS1)	Sour	ce: P006048-	01	Prepared: (06/17/20 0 A	Analyzed: 0	6/18/20 0			
Diesel Range Organics (C10-C28)	518	25.0	mg/kg	500	ND	104	38-132			
Surrogate: n-Nonane	45.1		"	50.0		90.2	50-200			
Matrix Spike Dup (2025019-MSD1)	Source: P006048-01			Prepared: (06/17/20 0 A	Analyzed: 0	6/17/20 1			
Diesel Range Organics (C10-C28)	511	25.0	mg/kg	500	ND	102	38-132	1.23	20	
Surrogate: n-Nonane	36.3		"	50.0		72.6	50-200			

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Hilcorp Energy Co Project Name:
PO Box 61529 Project Number:

Houston TX, 77208

OSHEA#1M

Project Number: 17051-0002 Project Manager: Jennifer Deal **Reported:** 06/22/20 08:38

Nonhalogenated Organics by EPA 8015D - GRO - Quality Control

Envirotech Analytical Laboratory

		Reporting		Spike	Source		%REC		RPD	
Analyte	Result	Limit	Units	Level	Result	%REC	Limits	RPD	Limit	Notes

Blank (2025002-BLK1)				Prepared & Analyzed: 06/15/20 1									
Gasoline Range Organics (C6-C10)	ND	20.0	mg/kg										
Surrogate: 1-Chloro-4-fluorobenzene-FID	7.38		"	8.00		92.2	50-150						
LCS (2025002-BS2)		Prepared & Analyzed: 06/15/20 1											
Gasoline Range Organics (C6-C10)	46.6	20.0	mg/kg	50.0		93.1	70-130						
Surrogate: 1-Chloro-4-fluorobenzene-FID	7.47		"	8.00		93.4	50-150						
Matrix Spike (2025002-MS2)	Source	: P006050-	01	Prepared & Analyzed: 06/15/20 1									
Gasoline Range Organics (C6-C10)	50.1	20.0	mg/kg	50.0	ND	100	70-130						
Surrogate: 1-Chloro-4-fluorobenzene-FID	7.46		"	8.00		93.2	50-150						
Matrix Spike Dup (2025002-MSD2)	Source	Source: P006050-01		Prepared &	Analyzed:	06/15/20 1							
Gasoline Range Organics (C6-C10)	50.5	20.0	mg/kg	50.0	ND	101	70-130	0.802	20				
Surrogate: 1-Chloro-4-fluorobenzene-FID	7.39		"	8.00		92.4	50-150						



Hilcorp Energy Co Project Name: OSHEA #1M PO Box 61529 Project Number: 17051-0002

Houston TX, 77208 Project Number: 17051-0002
Project Manager: Jennifer Deal

Reported: 06/22/20 08:38

Anions by EPA 300.0/9056A - Quality Control

Envirotech Analytical Laboratory

		Reporting		Spike	Source		%REC		RPD		
Analyte	Result	Limit	Units	Level	Result	%REC	Limits	RPD	Limit	Notes	
Batch 2025010 - Anion Extraction EPA 300.0/9056A											
Blank (2025010-BLK1)				Prepared: (06/16/20 0 A	Analyzed: 0	6/16/20 1				
Chloride	ND	20.0	mg/kg								
LCS (2025010-BS1)				Prepared: (06/16/20 0 A	Analyzed: 0	6/16/20 1				
Chloride	253	20.0	mg/kg	250		101	90-110				
Matrix Spike (2025010-MS1)	Sour	ce: P006046-	01	Prepared: (06/16/20 0 A	Analyzed: 0	6/16/20 1				
Chloride	1970	40.0	mg/kg	250	1660	124	80-120			M2	
Matrix Spike Dup (2025010-MSD1)	Sour	Source: P006046-01			06/16/20 0 A	Analyzed: 0	6/16/20 1				
Chloride	1770	40.0	mg/kg	250	1660	43.5	80-120	10.8	20	M2	

QC Summary Report

Comment:

Calculations are based off of the raw (non-rounded) data. However, for reporting purposes all QC data is rounded to three significant figures. Therefore, hand calculated values my differ slightly.

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Hilcorp Energy Co Project Name: OSHEA#1M

 PO Box 61529
 Project Number:
 17051-0002
 Reported:

 Houston TX, 77208
 Project Manager:
 Jennifer Deal
 06/22/20 08:38

Notes and Definitions

M2 Matrix spike recovery was outside quality control limits. The associated LCS spike recovery was acceptable.

ND Analyte NOT DETECTED at or above the reporting limit

NR Not Reported

RPD Relative Percent Difference

** Methods marked with ** are non-accredited methods.

Soil data is reported on an "as received" weight basis, unless reported otherwise.

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Sample Matrix: S - Soil, Sd - Solid, Sg - Sludge, A - Aqueous, O - Other							Container	Type	· g - c	lace							The second second	′OA				All I		
Note: Samples are discarded 30 days after results are reported unless other arrangements are made. Hazardous samples will be																			ahov	e samnles is	annlicabl			
only to those	samples rec	eived by the	laboratory w	ith this COC.	The liability	of the labo	ratory is limited to the ar	mount paid for or	the report.		_,,,p.03				.pe.130	. mer	cport	or the	uriury 31	טו נוונ	. 2000	c samples is	applicabl	1



OSHEA 1M 30-045-23618 BGT Backfill Photos





OSHEA 1M 30-045-23618 BGT Backfill Photos

