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 July 21, 2008

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

For permanent pits and exceptions submit to

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, Below-Grade Tank, or							
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							
Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request							
Please be advised that approval of this request does not relieve the operator of hability 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							
I. Operator							
Address PO Box 640 / 721 S Main Aztec, NM 87410							
Facility or well name: Rosa Unit 63							
API Number:3003921395 OCD Permit Number							
U/L or Qtr/Qtr G Section 30 Township 31N Range 4W County Rio Arriba							
Center of Proposed Design: Latitude 36.87337N Longitude -107 29376W 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							
☑ 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 ☐ Workover ☑ String-Reinforced ☑ DATE: 125/2001 (505) 334-6178 Ext 122 ☑ Liner Seams: ☒ Welded ☒ Factory ☐ Other ☐ Volume 22,857 bbl Dimensions L 160° x W 70° x D 12°							
Permanent Emergency Cavitation P&A							
☐ Unlined Liner type Thickness 20 mil ☐ LLDPE ☐ HDPE ☐ Due Torathan Kelly (505) 334-6178 Extension HDPE ☐ Due Torathan Kelly (505) 334-							
⊠ String-Reinforced DATE: 4 12 12 12 12 12 12 12 12 12 12 12 12 12							
Liner Seams: Welded Factory Other Volume 22,857 bbl Dimensions L 160 x W 70 x D 12							
3.							
Closed-loop System: Subsection H of 19 15.17.11 NMAC							
Type of Operation. P&A Drılling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)							

Lined | Unlined Liner type: Thickness ______ mil | LLDPE | HDPE | PVC | Other |

Liner Seams: | Welded | Factory | Other |

4. | Below-grade tank: Subsection I of 19 15 17 11 NMAC |

Volume: ______ bbl Type of fluid. |

Tank Construction material: |

| 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 Thickness | mil | HDPE | PVC | Other |

☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other ___

Alternative Method:

70.

Submittal of an exception request is required
Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration 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, his profit to the profit of the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, his profit to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, his profit to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, his profit to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, his profit to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, his profit to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, his profit to the strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school).	ospital,
<i>unstitution or church)</i> ☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate Please specify As per BLM specifications	
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	
9 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 of	office for
consideration of approval.	
Exception(s) Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	
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 approp office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of ap Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dryin 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.	☐ Yes 🛛 No
- NM Office of the State Engineer - IWATERS database search, USGS; Data obtained from nearby wells	☐ Yes ⊠ No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).	
- Topographic map, Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site, Aerial photo, Satellite image	□ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application	☐ Yes ☐ No 図 NA
(Applies to permanent pits) - Visual inspection (certification) of the proposed site, Aerial photo, Satellite image	_
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application - NM Office of the State Engineer - iWATERS database search, Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended Written confirmation or verification from the municipality, Written approval obtained from the municipality	☐ Yes ⊠ No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map, Topographic map, Visual inspection (certification) of the proposed site	☐ Yes ☒ 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

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 ☐ Hydrogeologic 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 ☐ 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
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 tanks or haul-off bins and propose to implement waste removal for closure)
Permanent Pits Permit Application Checklist: Subsection B of 19 15 17 9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19 15 17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19 15 17 10 NMAC Critified 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
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 17 13.D Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if n 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 future serv Yes (If yes, please provide the information below) No	
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 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	
17 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 may require administrative approval from the appropriate distr considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justif demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	rict office or may be
Ground water is less than 50 feet below the bottom of the buried waste - NM Office of the State Engineer - 1WATERS 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	☐ Yes ☑ No ☐ NA
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 - 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 - iWATERS database; 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 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 plants are 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 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 Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19 15 17 13 NMAC 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 I of 19 15.17.13 NMAC	15 17 11 NMAC

Operator Application Certification:			
I hereby certify that the information submitted	ed with this application is true, a	ccurate and complete to the b	est of my knowledge and belief
Name (Print) Ben Mitchell		Title Regula	tory Specialist
Signature B. Wall		Date 8/1	8/2011
e-mail addressben mitchell@wil	liams com	Telephone:	505-634-4206
OCD Approval: Permit Application (ii		OCD Co	nditions (see attachment)
OCD Representative Signature:	DENIED		Approval Date:
Title:	BY: <u>Jonathan Kelly</u> DATE: <u>4/25/2</u> DI (505) 334-617	B Ext 122 Number	·
Closure Report (required within 60 days of Instructions: Operators are required to obtain the closure report is required to be submitted section of the form until an approved closure.	nin an approved closure plan pr ed to the division within 60 days	ior to implementing any clos of the completion of the clos ee closure activities have bee	sure activities and submitting the closure report. sure activities. Please do not complete this
Closure Method: Waste Excavation and Removal Or If different from approved plan, please ex		ernative Closure Method	Waste Removal (Closed-loop systems only)
two facilities were utilized.	facilities for where the liquids,	drilling fluids and drill cutti	ings were disposed. Use attachment if more than
Disposal Facility Name			it Number
Disposal Facility Name Were the closed-loop system operations and a			it Number
Yes (If yes, please demonstrate compli			ased for future service and operations
Required for impacted areas which will not b		erations	
Site Reclamation (Photo Documentation Soil Backfilling and Cover Installation			
Re-vegetation Application Rates and S	ecding Technique		
Closure Report Attachment Checklist: Ins.		ng items must be attached to	the closure report. Please indicate, by a check
☐ Proof of Closure Notice (surface owne	r and division)		
Proof of Deed Notice (required for on- Plot Plan (for on-site closures and temp			
Confirmation Sampling Analytical Res	sults (if applicable)	`	
☐ Waste Material Sampling Analytical R☐ Disposal Facility Name and Permit Nu		ire)	
Soil Backfilling and Cover Installation			
Re-vegetation Application Rates and S Site Reclamation (Photo Documentation			
On-site Closure Location Latitude	Lo	ngitude	NAD· □1927 □ 1983
25 Operator Closure Certification:			
I hereby certify that the information and attaction belief I also certify that the closure complies			
Name (Print)		-	· · · · · · · · · · · · · · · · · · ·
Signature.			
e-mail address:		Telephone	

Dustrict I 1525 N. French Dr. Hoods, NM 88240

State of New Mexico
Energy, Minorals & Natural Resources Department

Form C-102 Revised October 12 2005 Instructions or back Appropriate District Office

District II 1301 W. Grand Avenue, Artesja, NM 88210

OIL CONSERVATION DIVISION 1220 South St Francis Or. Santa Fe. NM 87505 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

Osstrict III 1000 Rio Brazes Rd., Aztec, NM 87410 Osstrict IV

AMENDED REPORT

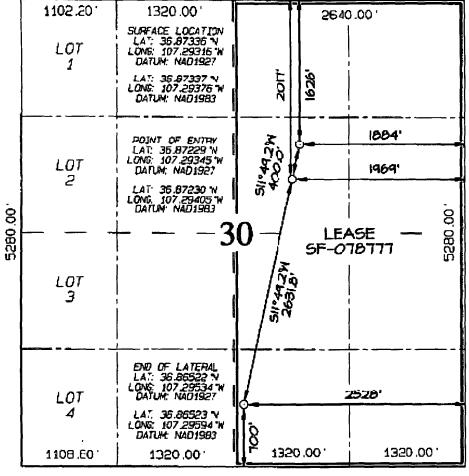
Obstrict IV 1220 S. St. Francis Dr., Santa Fe. NM 87505

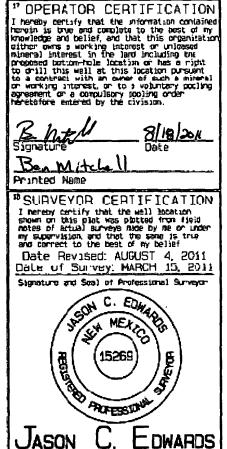
WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number	Pool Code Pool Name 71629 BASIN FRUITLAND		
Property Code 17033	*Proper ROSA	Well Number 63	
'0GRID No 120782	*Operat	Elevation 5541	

					ⁱⁿ Surface	Location			,
UL or sot no. G	30	Township 31N	Range 4W	Leit Îgen	1626	NORTH	Feet from the 1884	East/West line EAST	PIO ARRIBA
		11 E	ottom	Hole L	ocation I	f Different	From Surf	ace	
UL or box no.	Secritor	Teership	Range	Lot Ion	Feet from the	North/South line	Feet from the	East/Mast 11ne	AIO
0	30	31N	4W		700	SOUTH	2528	EAST	ARRIBA
² Dedicated Acres		.O Acres	s - (F	/21	¹⁹ Jount or Infilli	¹⁴ Conexiliation Code	²⁵ Order No.		
			- 3L.	, _ ,	[[

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

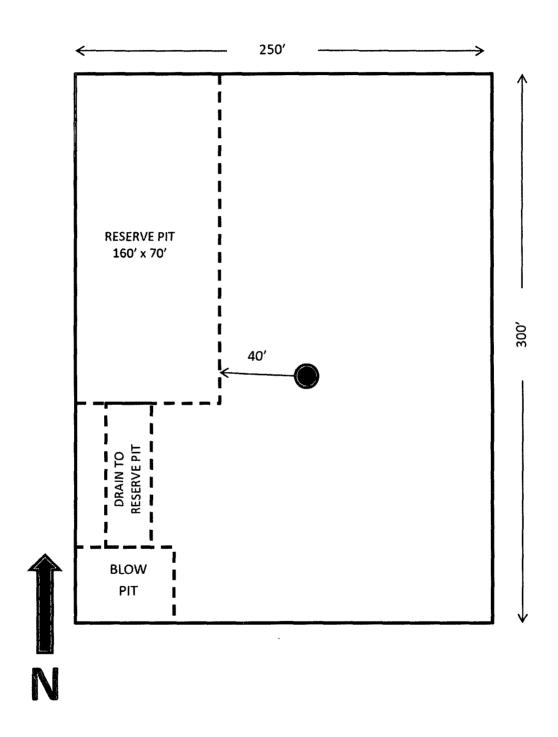




15269

Centificate Number

WILLIAMS PRODUCTION COMPANY ROSA UNIT #63 1626' FNL & 1884' FEL SECTION 30 , T31N, R4W, NMPM RIO ARRIBA COUNTY, NEW MEXICO GROUND ELEVATION: 6541'



Hydrogeological Report Williams Production Company, LLC Rosa Unit #63

Regional Hydrological Context

Referenced Well Location:

The referenced well and pit is located on Carson National Forest's Jicarilla Ranger District management jurisdiction in Rio Arriba 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 6,541 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 in Cabresto Canyon where drainage travels

northwest approximately 7 miles into Navajo Reservoir.

1st Water Bearing Formation:San Jose, TertiaryFormation Thickness:Approximately 1,900 ft.Underlying Formation:Nacimiento, Tertiary

Depth to Groundwater: Depth to groundwater is estimated between 50 and 100 feet

below bottom of pit liner. Within a one-mile radius of this location, there were no iWATERS wells with recorded water depth information. However, cathodic data associated with the Rosa Unit Nos. 370 (approximately 2,224 feet from pit), and 315A (approximately 2,182 feet from pit), both show depth to moisture at 80 feet (see Siting Criteria Map I for details).

References

Allen, Erin. Undated. Colorado Plateau Aquifers.

http://academic.emporia.edu/schulmem/hydro/TERM%20PROJECTS/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 2010 1Waters database. Internet accessed January 2010.

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.

Page 8 of 20 Rosa Unit 63



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

(quarters are 1-NW 2-NE 3-8W 4-SE)

		(quarte	гьа	/e s	ma	llest	o larg	est)	(NADS3 UTN	in meters)	(In feet	<u>}</u>
POD Number	Sub basin Üse	County	, , -	Q 16	_	Sec	Twe	Rng	X	· · · · · · · · · · · · · · · · · · ·		Depth V WaterCo	
S 1 00049	חאו	RA			3	33	31N	04W	298050	40,809:04	112	AN	32
SJ 02885	DOM	SJ	1	3	2	27	31N	D4W			150		
SJ 02888	, ĐOM	SJ	4	2	2	28	31N	04W	299249	40833931	150		
									Avera	aga Depti 1	to Water	80 fe	et
										Minimu	m Capth	80 fe	et
										Maximur	n Cepih	: 8 0 fe	et

Record Count: 3

PLSS Search:

Township: 31N

Range: 04W

*UTM location was derived from PLSS - see Help

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



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

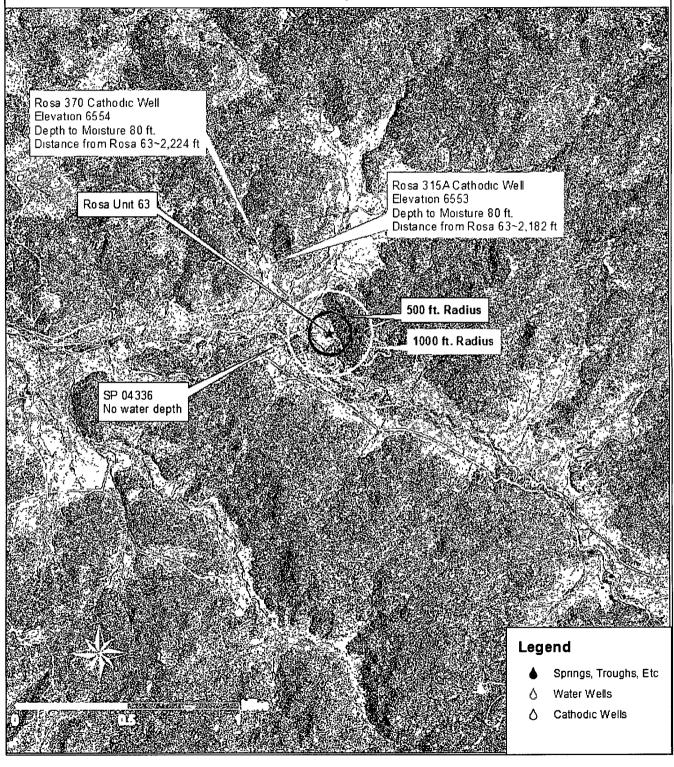
No records found

PLSS Search:

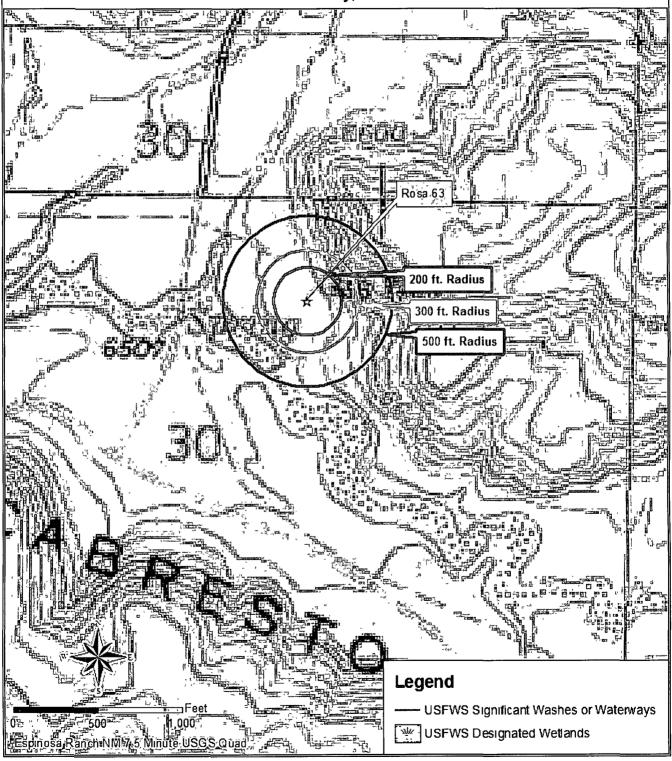
Township: 31N Range: 05W

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 Proposed Rosa Unit 63 T31N, R04W, Section 30 NMPM Rio Arriba County, New Mexico



Siting Criteria Map II Topographic Features Williams Production Company, LLC Rosa Unit 63 T31N, R04W, Section 30 NMPM Rio Arriba County, New Mexico



MMQonline Public Version

Mines, Mills & Quarries Commodity Groups

Aggregate & Stone Mines

Coal Mines

Industrial Minerals Mines

Industrial Minerals Mills

Metal Mines and Mill Concentrate

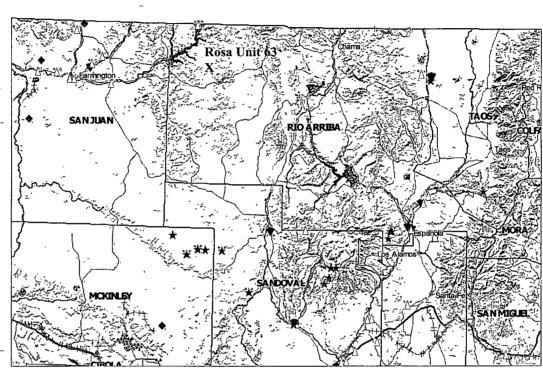
Potash Mines & Refineries

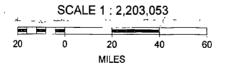
Smelters & Refinery Ops.

Uranium Mines

Uranium Mills

Population







FEMA Map – 100-Year Floodplain:

As this location is within Carson National Forest, no FEMA maps are available. However, ortho-photographic and topographic maps, and an on-site investigation indicate that this location is not within a floodplain.

Siting Criteria Compliance Demonstrations:

The Rosa Unit #63 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:

- 1. 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. T-posts will be installed every 12 feet and corners shall be anchored utilizing a secondary T-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 engineer's 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.
- 9. Geotextile will be installed beneath the liner when rocks, debris, sharp objects or irregularities cannot be avoided.
- 10. 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.

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.
- Only fluids and solids generated during the drilling/completion/workover process may be discharged into a temporary pit. Other miscellaneous solid 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:
 - i. 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.



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

Temporary Pit In-place (50-100 ft to Groundwater) Closure Plan Drilling/Completion and Workover

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general inplace 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
- Sampling Results
- Division Form C-105: WELL COMPLETION OR RECOMPLETION REPORT AND LOG
- Copy of Deed Notice filed with the County Clerk (format 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 inplace 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, recontoured and reseeding 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. Operators 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. The shallow surface soils of the unlined flare/cavitation pit will be scrapped and placed in the lined pit. A five-point composite sample will be taken of the pit using

- sampling tools and all samples tested per 19.15.17.13(B)(1)(b) NMAC. In the event that the criteria are not met (See Table 1), a release will be reported to NMOCD in compliance with Rule 116 and additional soil removal will be done until closure criteria are met.
- 8. Solidification of the remaining pit contents shall be achieved by mixing non-waste containing, earthen material. The solidification process will be accomplished use a combination of natural drying and mechanical mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed safe and stable. The mixing ratio shall not exceed 3 parts non-waste to 1 part pit contents.
- 9. A five-point composite sample will be taken of the pit using sampling tools and all samples 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 with Groundwater Between 50-100 below bottom of pit liner.

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
TPH	EPA SW-846 Method 8015 M(Full Range)*	2500
	or Method 418.1	
GRO/DRO	EPA SW-846 Method 8015M (GRO/DRO)	500
Chlorides	EPA SW-846 Method 300.1	500

^{*} Preferred method

- 10. 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 including replacement of one foot of suitable material to establish vegetation, or the background thickness of topsoil, whichever is greater.
- 11. 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 include 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 protection surface water quality.
- 12. Notification will be sent to the Aztec District office when the reclaimed area is seeded.
- 13. 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, and maintained that cover through two successive growing seasons. 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 Land owner as part of a surface use agreement or APD are Division-approved methods unless notified by the Division of their unacceptability.
- 14. 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 upon the abandonment of all wells on the pad. 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.