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

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.

		Pit, Below-Grade Tank, or	
12502	Propos	sed Alternative Method Permit or Closure Plan Appli	cation
Type o	of action:	Below grade tank registration	OIL CONS. DIV DIST. 3
45.3	1227	Permit of a pit or proposed alternative method Closure of a pit, below-grade tank, or proposed alternative method	DEC 23 2014
		☐ Modification to an existing permit/or registration ☐ Closure plan only submitted for an existing permitted or non-permitted	d pit, below-grade tank,
or proj	osed alter	native method	

Instructions: Please submit one application (Form C-144) per individual pit, below-grade tank or alternative request

operator: BP America Production Company	OGRID #:778_
	OCD Permit Number:
	31NRange10WCounty:San Juan
	Longitude107.918865 NAD: □1927 ⊠ 1983
2.	
☐ Pit: Subsection F, G or J of 19.15.17.11 NMAC	
Temporary: Drilling Workover	
	ii-Well Fluid Management Low Chloride Drilling Fluid 🗌 yes 🔲 no
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi	ii-Well Fluid Management Low Chloride Drilling Fluid yes no
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi☐ Lined ☐ Unlined Liner type: Thicknessmil	
☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ String-Reinforced	
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multiple of the property of the prope	LLDPE HDPE PVC Other
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi☐ Lined ☐ Unlined Liner type: Thicknessmil☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other	LLDPE HDPE PVC Other
Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other	LLDPE HDPE PVC Other Volume: bbl Dimensions: L x W x D Tank A
Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other	LLDPE HDPE PVC Other Volume: bbl Dimensions: L x W x D Tank A Produced water
Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other	LLDPE HDPE PVC Other Volume: bbl Dimensions: L x W x D Tank A Produced water
□ Permanent □ Emergency □ Cavitation □ P&A □ Multiple □ Lined □ Unlined Liner type: Thickness _ mil □ String-Reinforced Liner Seams: □ Welded □ Factory □ Other 3. ☑ Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: _ 95.0 _ bbl Type of fluid: _ Tank Construction material: _ Steel □ Secondary containment with leak detection □ Visible side	LLDPE HDPE PVC Other Volume:bbl Dimensions: Lx Wx D Tank A Produced water ewalls, liner, 6-inch lift and automatic overflow shut-off
□ Permanent □ Emergency □ Cavitation □ P&A □ Multiple □ Lined □ Unlined Liner type: Thickness	LLDPE HDPE PVC Other Volume: bbl Dimensions: L x W x D Tank A Produced water

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet Alternate. Please specify	hospital,
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)	
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.	
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 acceptant 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
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	☐ 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
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 Natractions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docattached. 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 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	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 docattached. 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 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 Leading to the following indicate the control of the following indicate the graph in the box that the	documents and
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the 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 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	uocumenis are
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 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	luid Management Pit
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be a 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	
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. P. 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 ☐ 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	☐ 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 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 plans 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. Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19. 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 cann 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	11 NMAC 15.17.11 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 believes	ef.
Name (Print): Title:	
Signature: Date:	
e-mail address: Telephone:	
18. OCD Approval: Permit Application (including closure plan) Cosure Plan (only) OCD Conditions (see attachment)	
OCD Paprasantativa Signatura:	1004
OCD Representative Signature: Approval Date: 1/28	/2015
OCD Representative Signature: Approval Date: // Approval Date: // Approval Date: // OCD Permit Number:	/2015
Title: OCD Permit Number: OCD Permit Number: 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 is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed.	the closure report.
Title: OCD Permit Number: 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 is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date: 11/20/2014	the closure report.
Title: OCD Permit Number: OCD Permit Number: 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 is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed.	the closure report.

Form C-144 Oil Conservation Division Page 5 of 6

Operator Closure Certification:	
I hereby certify that the information and attachments submitted with this closure r belief. I also certify that the closure complies with all applicable closure requirements.	eport is true, accurate and complete to the best of my knowledge and the and conditions specified in the approved closure plan.
Name (Print):Jeff Peace	Title: Field Environmental Coordinator
Signature: If Peace	Date:December 23, 2014
e-mail address:peace.jeffrey@bp.com	Telephone:(505) 326-9479

BP AMERICA PRODUCTION COMPANY

SAN JUAN BASIN, NORTHWEST NEW MEXICO

BELOW-GRADE TANK CLOSURE PLAN

Sammons Gas Com A 1N API No. 3004531227 Unit Letter A, Section 6, T31N, R10

This plan will address the standard protocols and procedures for closure of below-grade tanks (BGTs) on BP America Production Company (BP) well sites. As stipulated in Paragraph A of 19.15.17.13 NMAC, BP shall close a BGT within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the New Mexico Oil Conservation Division (NMOCD) requires because of imminent danger to fresh water, public health, safety or the environment. If deviations from this plan are necessary, any specific changes will be included on form C-144 and approved by the NMOCD. BP shall close an existing BGT that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofit with a BGT that complies with the BP NMOCD approved BGT design attached to the BP Design and Construction Plan. BP shall close an existing BGT that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC, if not previously retrofitted to comply with the BP NMOCD approve BGT Design attached to the BP Design and Construction Plan, prior to any sale or change in operator pursuant to 19.15.9.9 NMAC. BP shall close the permitted BGT within 60 days of cessation of the BGTs operation or as required by the transitional provisions of Subsection B, D, or E of 19.15.17.17 NMAC.

General Closure Plan

- 1. BP shall notify the surface owner by certified mail that it plans to close a BGT. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records demonstrates compliance with this requirement.
 - Notice is attached.
- 2. BP shall notify the division District III office verbally or by other means at least 72 hours, but not more than one (1) week, prior to any closure operation. The notice shall include the operator's name, and the location to be closed by unit letter, section, township and range. If the BGT closure is associated with a particular well, then the notice shall also include the well's name, number and API number.

Notice is attached.

- 3. BP shall remove liquids and sludge from the BGT prior to implementing a closure method and dispose of the liquids and sludge in a NMOCD's division-approved facility. The facilities to be used are:
 - a. BP Crouch Mesa Landfarm, Permit NM-02-003 (Solids)
 - b. JFJ Landfarm, Permit NM-01-010(B) (Solids and Sludge)
 - c. Basin Disposal, Permit NM-01-0005 (Liquids)
 - d. Envirotech Inc Soil Remediation Facility, Permit NM-01-0011 (Solids and Sludge)
 - e. BP Operated E.E. Elliott SWD #1, API 30-045-27799 (Liquids)

- f. BP Operated 13 GCU SWD #1, API 30-045-28601 (Liquids)
- g. BP Operated GCU 259 SWD, API 30-045-20006 (Liquids)
- h. BP Operated GCU 306 SWD, API 30-045-24286 (Liquids)
- i. BP Operated GCU 307 SWD, API 30-045-24248 (Liquids)
- j. BP Operated GCU 328 SWD, API 30-045-24735 (Liquids)
- k. BP Operated Pritchard SWD #1, API 30-045-28351 (Liquids)

All liquids and sludge in the BGT were removed and sent to one of the above NMOCD approved facilities for disposal.

4. BP shall remove the BGT and dispose of it in a NMOCD approved facility or recycle, reuse, or reclaim it in a manner that the NMOCD approves. If a liner is present and must be disposed of it will be cleaned by scraping any soils or other attached materials on the liner to a de minimus amount and disposed at a permitted solid waste facility, pursuant to Subparagraph (m) of Paragraph (1) of Subsection C of 19.15.35.8 NMAC. Documentation as to the final disposition of the removed BGT will be provided in the final closure report.

The BGT was transported to a storage area for sale and re-use.

5. BP shall remove any on-site equipment associated with a BGT unless the equipment is required for well production.

All equipment associated with the BGT has been removed.

6. BP shall test the soils beneath the BGT to determine whether a release has occurred. BP shall collect at a minimum: a five (5) point composite sample and individual grab samples from any area that is wet, discolored or showing other evidence of a release and analyze for BTEX, TPH and chlorides. The testing methods for those constituents are as follows;

Constituents	Testing Method	Release Verification	Sample
	95 bbl BGT	(mg/Kg)	results
Benzene	US EPA Method SW-846 8021B or 8260B	0.2	ND
Total BTEX	US EPA Method SW-846 8021B or 8260B	50	ND
TPH	US EPA Method SW-846 418.1	100	ND
Chlorides	US EPA Method 300.0 or 4500B	250 or background	ND

Notes: mg/Kg = milligram per kilogram, BTEX = benzene, toluene, ethylbenzene, and total xylenes, TPH = total petroleum hydrocarbons. Other EPA methods that the division approves may be applied to all constituents listed. Chloride closure standards will be determined by which ever concentration level is greatest.

Soil under the BGT was sampled and TPH, BTEX and chloride levels were below the stated limits. Sampling data is attached.

7. BP shall notify the division District III office of its results on form C-141. **C-141 is attached.**

8. If it is determined that a release has occurred, then BP will comply with 19.15.30 NMAC and 19.15.29 NMAC, as appropriate.

Sampling results indicate no release occurred.

9. If the sampling demonstrates that a release has not occurred or that any release does not exceed the concentrations specified above, then BP shall backfill the excavation, with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover, re-contour and re-vegetate the location. The location will be reclaimed if it is not with in the active process area

The area under the BGT was backfilled with clean soil and is still within the active well area.

10. BP shall reclaim the BGT location and all areas associated with the BGT including associated access roads to a safe and stable condition that blends with the surrounding undisturbed area. BP shall substantially restore the impacted surface area to the condition that existed prior to oil and gas operations by placement of the soil cover as provided in Subsection H of 19.15.17.13 NMAC, re-contour the location and associated areas to a contour that approximates the original contour and blends with the surrounding topography and re-vegetate according to Subsection I of 19.15.17.13 NMAC.

The area over the BGT is still within the active well area. This area will be reclaimed when the well is plugged and abandoned as part of final reclamation.

11. The soil cover for closures where the BGT has been removed or remediated to the NMOCD's satisfaction shall consist of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater. The soil cover will be constructed to the site's existing grade and all practicable efforts will be made to prevent ponding of water and erosion of the cover material.

The area over the BGT is still within the active well area. This area will be reclaimed when the well is plugged and abandoned as part of final reclamation.

12. BP shall seed the disturbed area the first growing season after closure of the BGT. Seeding will be accomplished by drilling on the contour whenever practical or by other division-approved methods. Vegetative cover will be, at a minimum, 70% of the native perennial vegetative cover (un-impacted by overgrazing, fire or other intrusion damaging to native vegetation), consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintenance of that cover through two successive growing seasons. During the two growing seasons that prove viability, there shall be no artificial irrigation of the vegetation.

The area over the BGT is still within the active well area. This area will be reclaimed when the well is plugged and abandoned as part of final reclamation.

13. BP shall seed, plant and re-seed pursuant to Paragraph (3) of Subsection I of 19.15.17.13 NMAC, until the location successfully achieves the required vegetative cover.

BP will seed the area when the well is plugged and abandoned as part of final reclamation.

14. Pursuant to Paragraph (5) of Subsection I of 19.15.17.13 NMAC, BP shall notify the NMOCD when it has seeded or planted and when it successfully achieves revegetation.

BP will notify NMOCD when re-vegetation is successful.

- 15. Within 60 days of closure completion, BP shall submit a closure report on NMOCD's form C-144, and will include the following;
 - a. proof of closure notification (surface owner and NMOCD)
 - b. sampling analytical reports; information required by 19.15.17 NMAC;
 - c. disposal facility name and permit number
 - d. details on back-filling, capping, covering, and where applicable re-vegetation application rates and seeding techniques and
 - e. site reclamation, photo documentation.

 Closure report on C-144 form is included.
- 16. BP shall certify that all information in the report and attachments is accurate, truthful, and compliant with all applicable closure requirements and conditions specified in the approved closure plan.

Certification section of C-144 has been completed.

<u>District I</u> 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 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Revised August 8, 2011

Form C-141

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

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

			Rele	ease Notific	atio	n and Co	rrective A	ction				
						OPERAT	TOR .		Initia	al Report	Final Repo	rt
Name of Co						Contact: Jef						
		Court, Farmi		M 87401		Telephone No.: 505-326-9479 Facility Type: Natural gas well						_
Facility Nar	ne: Samm	ons Gas Con	n A IN			racinty Type. Natural gas well						_
Surface Ow	ner: Priva	te		Mineral C	wner:	Private			API No	. 3004531227	7	
				LOCA	TIO	N OF REI	LEASE					
Unit Letter A	Section 6	Township 31N	Range 10W	Feet from the 810	North North	/South Line	Feet from the 1,155	East/W East	est Line	County: San	Juan	
		Latit	ude_36	.932043		Longitude	e_107.918865					
m on t				NAT	URE	OF RELI			** 1			
Type of Release: none Source of Release: below grade tank – 95 bbl							Release: N/A our of Occurrence			Recovered: N/A Hour of Discov		\dashv
Source of ite	10050. 0010	ar grade tallic)			N/A			Date and	riour or Disco	701y.11/11	
Was Immedia	ate Notice (Yes [No Not Re	equired	If YES, To	Whom?					
By Whom?						Date and H						
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Vo	lume Impacting t	the Water	course.			
If a Watercou	ırse was Im	pacted, Descr	ibe Fully.'	k								
				n Taken.* Samplii and chlorides belo					removal t	o ensure no so	il impacts from	
backfilled and	d compacte	d and is still v	vithin the a	ten.* BGT was reactive well area.								
regulations al public health should their of or the environ	I operators or the envi operations hament. In a	are required to ronment. The nave failed to a	o report ar acceptant adequately OCD accep	is true and complete of a C-141 report investigate and retained to a C-141 report investigate and retained of a C-141 report investigate and retained of a C-141 report in the content of a C-141 repo	elease nort by the emediat	notifications ar e NMOCD ma e contamination	nd perform correct arked as "Final R on that pose a thr	etive action eport" do reat to gro	ons for rele es not reli- ound water	eases which ma eve the operato , surface water	ny endanger or of liability r, human health	
Signature:	John J	Repel					OIL CON	SERV	ATION	DIVISION		
Printed Name	e: Jeff Peac	e				Approved by	Environmental S	pecialist:				
Title: Field E	nvironmen	tal Coordinato	r			Approval Dat	e:	Е	xpiration I	Date:		
E-mail Addre	ess: peace.jo	effrey@bp.com	n			Conditions of	Approval:			Attached [
Date: Decem	ber 23, 20	14	Pho	one: 505-326-9479)							

^{*} Attach Additional Sheets If Necessary

CHENT: BP		NGINEERING, IN		API#: 3004531	227
CLIENT: DF			/I 87413	TANK ID A	
				(if applicble):	
FIELD REPORT:	(circle one): BGT CONFIRMATION	/ RELEASE INVESTIGATION / C	OTHER:	PAGE #: 1 of	f 1
SITE INFORMATION	I: SITE NAME: SAMMO	ONS GC A #1N		DATE STARTED: 11/1	7/14
QUAD/UNIT: A SEC: 6 TWP:	31N RNG: 10W PM:	NM CNTY: SJ	ST: NM	DATE FINISHED:	
1/4-1/4/FOOTAGE: 810'N / 1,155'	E NE/NE LEASE 1	TYPE: FEDERAL/STATE	FEE INDIAN	ENVIRONMENTAL	
LEASE#: =	PROD. FORMATION: DK C	STRIKE ONTRACTOR: MBF - S. C	GLYNN	SPECIALIST(S):	JV
REFERENCE POINT	: WELL HEAD (W.H.) GPS	36.9322	25 X 107.91884	GL ELEV.: 5	,825'
1) 95 BGT (DW/DB)	GPS COORD.: 36.9	932043 X 107.918865	DISTANCE/BEA	RING FROM W.H.: 80', S	311W
2)	GPS COORD.:		DISTANCE/BEA	RING FROM W.H.:	
3)	GPS COORD.:		DISTANCE/BEAI	RING FROM W.H.:	
4)	GPS COORD.:		DISTANCE/BEAI	RING FROM W.H.:	
SAMPLING DATA:	CHAIN OF CUSTODY RECORD(S) # 0	OR LAB USED: HALL			READING
1) SAMPLE ID: 5 PC-TB @ 5'	(95) SAMPLE DATE: 11/17/	/14 SAMPLETIME: 1140	LAB ANALYSIS: 418	.1/8021B/300.0 (CI)	NA
2) SAMPLE ID:	SAMPLE DATE:	SAMPLE TIME:	LAB ANALYSIS:		
3) SAMPLE ID:	SAMPLE DATE:	SAMPLE TIME:	LAB ANALYSIS:		
4) SAMPLE ID:	SAMPLE DATE:	SAMPLE TIME:	LAB ANALYSIS:		
SOIL DESCRIPTION	SOIL TYPE: SAND / SILTY SAND / S	SILT / SILTY CLAY / CLAY / GRAVE	EL / OTHER		
				OHESIVE / MEDIUM PLASTIC / HIGH	LY PLASTIC
		HC ODOR DETECTED: YES NO	EXPLANATION -		
		ANY AREAS DISPLAYING WETNES	SS: YES NO EXPLAN	IATION -	
DISCOLORATION/STAINING OBSERVED: YES	O EXPLANATION -				
		Anation:			
OTHER:	TES (NO) EXPENNATION -				
COLUMBACT DIMENCION ECTIMATION	NIA a V NIA	a V NA a	EVON ATION FOT	TANATION (O. I Manda)	NIA
				, , ,	^
				AUID DELD	
OTTE ORIETOTI	4	C FLOTFLAN CITO	A	,	111 0.02
	/ W.H.				
			N		
			l		E2
			I		
		7-			
P.O. BOX 87, BLOOMFIELD, NM 87413 (SO5) 632-1199 FIELD REPORT: (circle one): BCT CONFRMATION RELEASE INVESTIGATION / OTHER: SITE INFORMATION: SITENAME SAMMONS GC A # 1N QUADILUNIT A SEC: 6 TAMP: 31N RING: 10W PM: NM CNTY: SJ ST: NM 1/4-1/AUFOCTAGE 810'N / 1,155'E NE/NE LEASE TYPE: FEDERAL / STATE FEE] INDIAN STRIKE STRIKE STRIKE 11/17/14 STRIKE 19 95 BGT (DW/DB) GPS COORD: 36.93225 X 107.91884 1) 95 BGT (DW/DB) GPS COORD: 36.932043 X 107.918865 DISTANCEBLARING FROMWH: 3) GPS COORD: DISTANCEBLARING FROMWH: 4) SAMPLEID: 5 PC-TB @ 5' (95) SWARE DIVE SWARE					
	$\begin{pmatrix} x & x \\ x & x \end{pmatrix}$		1 -		/10
		SEPARATOR	00	CD Appr. date(s): 07/24	/14
			10000	ppm = parts per million	
		R H	A		
	B.G. RUN	4			
		TOM; DB - DOUBLE BOTTOM.	101	agnetic declination: 10	E
NOTES:		ONSITE: 11/1	7/14		

Analytical Report

Lab Order 1411659

Date Reported: 11/20/2014

Hall Environmental Analysis Laboratory, Inc.

CLIENT: Blagg Engineering

Client Sample ID: 5PC-TB @ 5' (95

Project: Sammons GC A #1N

Collection Date: 11/17/2014 11:40:00 AM

Lab ID: 1411659-001

Matrix: MEOH (SOIL) Received Date: 11/18/2014 7:00:00 AM

Analyses	Result	RL Qua	al Units	DF	Date Analyzed	Batch
EPA METHOD 8021B: VOLATILES					Analy	/st: NSB
Benzene	ND	0.041	mg/Kg	1	11/18/2014 11:50:01	AM R22604
Toluene	ND	0.041	mg/Kg	1	11/18/2014 11:50:01	AM R22604
Ethylbenzene	ND	0.041	mg/Kg	1	11/18/2014 11:50:01	AM R22604
Xylenes, Total	ND	0.082	mg/Kg	1	11/18/2014 11:50:01	AM R22604
Surr: 4-Bromofluorobenzene	102	80-120	%REC	1	11/18/2014 11:50:01	AM R22604
EPA METHOD 300.0: ANIONS					Analy	st: LGP
Chloride	ND	30	mg/Kg	20	11/18/2014 11:02:55	AM 16438
EPA METHOD 418.1: TPH					Analy	/st: JME
Petroleum Hydrocarbons, TR	ND	20	mg/Kg	1	11/18/2014 12:00:00	PM 16432

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- E Value above quantitation range
- J Analyte detected below quantitation limits
- O RSD is greater than RSDlimit
- 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

Page 1 of 4

- P Sample pH greater than 2.
- RL Reporting Detection Limit

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#: 1411659

20-Nov-14

Qual

Client:

Blagg Engineering

Project:

Sammons GC A #1N

Sample ID MB-16438 SampType: MBLK

TestCode: EPA Method 300.0: Anions

Client ID:

PBS

Batch ID: 16438

RunNo: 22639

Prep Date: 11/18/2014 Analysis Date: 11/18/2014

SeqNo: 667700

Units: mg/Kg

Analyte

HighLimit

Chloride

Result PQL ND 1.5

TestCode: EPA Method 300.0: Anions

%REC LowLimit

Client ID: LCSS

SampType: LCS Batch ID: 16438

RunNo: 22639

Prep Date: 11/18/2014

Sample ID LCS-16438

Analysis Date: 11/18/2014

SeqNo: 667701

Units: mg/Kg

Analyte

SPK value SPK Ref Val %REC LowLimit

HighLimit %RPD **RPDLimit** Qual

RPDLimit

%RPD

Result PQL

15.00

95.8

90

110

Chloride

14 1.5

SPK value SPK Ref Val

Oualifiers:

Value exceeds Maximum Contaminant Level.

Value above quantitation range E

Analyte detected below quantitation limits

0 RSD is greater than RSDlimit

R RPD outside accepted recovery limits

S Spike Recovery outside accepted recovery limits В Analyte detected in the associated Method Blank

H Holding times for preparation or analysis exceeded

Not Detected at the Reporting Limit

P Sample pH greater than 2.

Reporting Detection Limit

Page 2 of 4

OC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#:

1411659

20-Nov-14

Client:

Blagg Engineering

Project:

Sammons GC A #1N

Sample ID MB-16432

SampType: MBLK

TestCode: EPA Method 418.1: TPH

Client ID:

PBS

Batch ID: 16432

RunNo: 22595

Prep Date: 11/18/2014 Analysis Date: 11/18/2014

20

SegNo: 666388

Units: mg/Kg

Analyte

Result

SPK value SPK Ref Val %REC LowLimit

HighLimit

RPDLimit Qual

Petroleum Hydrocarbons, TR

PQL ND

Sample ID LCS-16432

SampType: LCS Batch ID: 16432 TestCode: EPA Method 418.1: TPH

Prep Date: 11/18/2014

LCSS

Result

100

100.0

100.0

RunNo: 22595 SeqNo: 666389

Units: mg/Kg

%RPD

Analyte Petroleum Hydrocarbons, TR

Client ID:

Analysis Date: 11/18/2014 PQL

SPK Ref Val SPK value

%REC 104

HighLimit LowLimit 120 %RPD **RPDLimit**

Qual

Sample ID LCSD-16432

Client ID: LCSS02

SampType: LCSD Batch ID: 16432

PQL

20

20

RunNo: 22595

TestCode: EPA Method 418.1: TPH

Units: mg/Kg

Prep Date: Analyte Petroleum Hydrocarbons, TR

11/18/2014

Analysis Date: 11/18/2014

Result

110

SeqNo: 666390 SPK value SPK Ref Val %REC

107

LowLimit 80 HighLimit 120 %RPD **RPDLimit** 2.82

Qual

20

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- E Value above quantitation range
- Analyte detected below quantitation limits
- 0 RSD is greater than RSDlimit
- RPD outside accepted recovery limits
- Spike Recovery outside accepted recovery limits
- В Analyte detected in the associated Method Blank
- Holding times for preparation or analysis exceeded
- Not Detected at the Reporting Limit

Reporting Detection Limit

- P Sample pH greater than 2.
- Page 3 of 4

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#:

1411659

20-Nov-14

Client:

Blagg Engineering

Project:

Sammons GC A #1N

Sample ID MB-16419 MK	SampType: MBLK			TestCode: EPA Method 8021B: Volatiles						
Client ID: PBS	Batch ID: R22604			RunNo: 22604						
Prep Date: Analysis Date		Date: 11	e: 11/18/2014 SeqNo: 667033			Units: mg/Kg				
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	ND	0.050								
Toluene	ND	0.050								
Ethylbenzene	ND	0.050								
Xylenes, Total	ND	0.10								
Surr: 4-Bromofluorobenzene	1.0		1.000		101	80	120			
Sample ID LCS-16419 MK SampType: LCS			S	Tes	tCode: El	PA Method	8021B: Volat	tiles		

Sample ID LCS-16419 MK	Tes									
Client ID: LCSS	RunNo: 22604									
Prep Date:	Analysis [Date: 11	te: 11/18/2014 SeqNo: 667034					(g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	1.1	0.050	1.000	0	105	80	120			
Toluene	1.0	0.050	1.000	0	102	80	120			
Ethylbenzene	1.1	0.050	1.000	0	106	80	120			
Xylenes, Total	3.1	0.10	3.000	0	105	80	120			
Surr: 4-Bromofluorobenzene	1.1		1.000		108	80	120			

Qualifiers:

- * Value exceeds Maximum Contaminant Level.
- E Value above quantitation range
- J Analyte detected below quantitation limits
- O RSD is greater than RSDlimit
- 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
- P Sample pH greater than 2.
- RL Reporting Detection Limit

Page 4 of 4



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109

TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

Sample Log-In Check List

BLAGG Work Order Number: 1411659 RcptNo: 1 Client Name: 18 Received by/date: Logged By: Lindsay Mangin 11/18/2014 7:00:00 AM Lindsak Mangin Completed By: 11/18/2014 7:36:59 AM Reviewed By: Chain of Custody Not Present Yes No 1 Custody seals intact on sample bottles? Yes No Not Present 2. Is Chain of Custody complete? 3 How was the sample delivered? Courier Log In No 🗌 NA 🗌 4. Was an attempt made to cool the samples? NA 🗍 5. Were all samples received at a temperature of >0° C to 6.0°C No 🗀 6. Sample(s) in proper container(s)? No L 7. Sufficient sample volume for indicated test(s)? No 8. Are samples (except VOA and ONG) properly preserved? No 9. Was preservative added to bottles? Yes No VOA Vials 10.VOA vials have zero headspace? No No 🐗 11. Were any sample containers received broken? # of preserved bottles checked for pH: 12. Does paperwork match bottle labels? No (<2 or >12 unless noted) (Note discrepancies on chain of custody) Adjusted? No 13. Are matrices correctly identified on Chain of Custody? No 🗌 14. Is it clear what analyses were requested? No 🗌 Checked by: 15. Were all holding times able to be met? (If no, notify customer for authorization.) Special Handling (if applicable) Yes NA 🙀 16. Was client notified of all discrepancies with this order? No 🗌 Person Notified: Date: By Whom: eMail Phone Fax In Person Regarding: Client Instructions: 17. Additional remarks: 18. Cooler Information Cooler No Temp C Condition Seal Intact Seal No Seal Date

Chain-of-Custody Record		Turn-Around	lilie.	SAME	١.		1 1	Н	ΑI	l F	N	VTI	20	M	ME	NI	ra.			
Client: BLAGG ENGR. / BP AMERICA			☐ Standard ☑ RushDAY																	
			Project Name:					ANALYSIS LABORATORY www.hallenvironmental.com												
Mailing Address: P.O. BOX 87		SAMMONS GC A #1N				40	04.11									_				
		Project #:			1							-			37109	ł				
BLOOMFIELD, NM 87413						Te	1. 50	5-345	-397	1900	To Care Indian	505	-)7					
Phone #: (505) 632-1199 email or Fax#:		Project Manager:				Analysis Request														
				Project Manag	jer.				nu				040	S			300.1)			
QA/QC Package: Standard Level 4 (Full Validation)		NELSON VELEZ			(8021B)	only)	Termo		101	2	PO4,S	PCB's						9		
Accreditation:		Sampler:	NELSON VE	LEZ 91V	- 8	(Gas		7 7	T		02,1	8082			- 300.0 / water			mp		
□ NELAP □ Other		On Ice: Yes ⊞ No			1	PH	O/D	118.	2 2		03,N	s/8		(A)	0.00			e sa		
□ EDD (Type)		Sample Temp	erature 🖟 🖟 =		l	+	(GRC	po	DO 2	tals	Ž	cide	F	-NC	11 - 3(e	osit		
Date	Time	Matrix	Sample Request ID	Container Type and #	Preservative Type	HEAL NO.	BTEX +-WITE	BTEX + MTBE + TPH (Gas only)	TPH 8015B (GRO / DRO	TPH (Method 418.1)	EDB (Method 504.1)	RCRA 8 Metals	Anions (F,Cl,NO ₃ ,NO ₂ ,PO ₄ ,SO ₄)	8081 Pesticides	8260B (VOA)	8270 (Semi-VOA)	Chloride (soil		Grab sample	5 pt. composite sample
11/11/14	1140	SOIL	5PC-TB@5' (95)	4021	Coor	-001	X			X							X	\top		Ż
										1	\top	\top	1	T				\top		\dashv
										+	\top	+	\vdash					\top	+	\dashv
			IF TPH 418.1								\dagger	\dagger	 	\vdash				+	\top	\dashv
		> 2,500 mg/kg,									\top							\top		一
			THEIN RUS THE 8015B																	
											_									
										_	+		-	-	_			\dashv	\dashv	\dashv
							-			-	+	+	-	-			\vdash	\dashv	\dashv	\dashv
							-		_	+	+	+	-	-			\vdash	_	_	_
											_		-	_		L.,		\dashv	_	\dashv
Date: Time: Relinquished by:		Received by: Date Time 11/7/14 1635			Remarks: BILL DIRECTLY TO BP: Joff Boaco, 200 Energy Court, Farmington, NM 97401															
Date: Time: Relinquished by: (4774 1745 April 1200)		Received by: Date Time			Work Order: №15509366 Paykey: ZEVH018672															

bp



BP America Production Company 200 Energy Court Farmington, NM 87401 Phone: (505) 326-9200

November 5, 2014

Earl Baker ET Al PO Box 670 Van Horn, TX 79855

VIA CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Re: Notification of plans to close/remove a below grade tank

Well Name: SAMMONS GAS COM A 001N

API#: 3004531227

To Whom it May Concern,

As part of the NM "Pit Rule": 19.15.17.13 Closure Requirements, Paragraph J. BP America Production Company (BP) is required to notify the surface owner of BP's plans to close/remove a below grade tank. BP wishes to inform you of our plans to close/remove the below grade tank on its well pad located on your surface. BP plans to commence this work on or about November 11, 2014. If there aren't any unforeseen problems, the work should be completed within 10 working days.

As a point of clarification, BP will be closing the below grade tank and either operating without one or replacing it with an above ground tank, the well site will continue to operate.

Unless you have questions about this notice, there is no need to respond to this letter. If you do have any questions or concerns, please contact me at 505-326-9214

Sincerely,

Jerry Van Riper

9D Jule

Surface Land Negotiator

BP America Production Company

BP America Production Company

200 Energy Court Farmington, NM 87401 Phone: (505) 326-9200

SENT VIA E-MAIL TO: CORY.SMITH@STATE.NM.US

November 5, 2014

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

RE: Notice of Proposed Below-Grade Tank (BGT) Closure

SAMMONS GAS COM A 001N API 30-045-31227 (A) Section 06 – T31N – R10W San Juan County, New Mexico

Dear Mr. Cory Smith:

off Peace

In regards to the captioned subject and requirements of the NMOCD pit rule, this letter is notification that BP is planning to close a 95 bbl BGT that will no longer be operational at this well site. We anticipate this work to start on or around November 11, 2014.

Should you have any questions, please feel free to contact BP at our Farmington office.

Sincerely,

Jeff Peace

BP Field Environmental Advisor

(505) 326-9479



