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	and the second second
13079 Proposed Alte	rnative Method Permit or Closure F	Plan Application
15077	grade tank registration	OIL CONS. DIV DIST. 3
39-21474 □ Permit □ Closur □ Modifi	of a pit or proposed alternative method e of a pit, below-grade tank, or proposed alternati ication to an existing permit/or registration e plan only submitted for an existing permitted on	ive method AUG 2 4 2015
	ne application (Form C-144) per individual pit, below	-grade tank or alternative request
Please be advised that approval of this request does no	of its responsibility to comply with any other applicable go	in pollution of surface water, ground water or the
1. Operator: <u>XTO Energy, Inc.</u>	OGRID #:5380	
Address: #382 County Road 3100, Aztec, NM 82	7410	
Facility or well name: Valencia Canyon Unit	# 5	Card and a state of the state
	OCD Permit Number:	
	26 Township <u>28N</u> Range <u>4</u>	
	Longitude -107.215447	
Surface Owner: X Federal State Private		
	P&A 🗌 Multi-Well Fluid Management L mil 🗌 LLDPE 🗌 HDPE 🗌 PVC 🔲 O	
3.		
Below-grade tank: Subsection I of 19.15.1	7.11 NMAC	
Volume: 100 bbl Type	e of fluid:Produced Water	
Tank Construction material: Steel	the second s	
Secondary containment with leak detection	Visible sidewalls, liner, 6-inch lift and automatic o	verflow shut-off
□ Visible sidewalls and liner □ Visible sidew	walls only Other	The second s
Liner type: Thicknessm	il 🗌 HDPE 🗌 PVC 🗌 Other	
4.		
Alternative Method: Submittal of an exception request is required. E	xceptions must be submitted to the Santa Fe Environme	ental Bureau office for consideration of approval.
 Chain link, six feet in height, two strands of b institution or church) Four foot height, four strands of barbed wire a strands	Applies to permanent pits, temporary pits, and below-g parbed wire at top (Required if located within 1000 feet evenly spaced between one and four feet	
Alternate. Please specify		

25

	L LARSEN COMPANY
6. Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)	
Screen Netting Other	
Monthly inspections (If netting or screening is not physically feasible)	
7. Signs: Subsection C of 19.15.17.11 NMAC	
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers	
Signed in compliance with 19.15.16.8 NMAC	
 8. <u>Variances and Exceptions</u>: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. 	
 Please check a box if one or more of the following is requested, if not leave blank: Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. 	
^{9.} <u>Siting Criteria (regarding permitting)</u> : 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	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.	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	100 C
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
10. Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 N Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the dot 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 19.15.17.10 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 Previously Approved Design (attach copy of design) API Number: or Permit Number:	ocuments are 9 NMAC
11. 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 datached. 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:	

^{12.} <u>Permanent Pits Permit Application Checklist</u> : Subsection B of 19.15.17.9 NMAC <i>Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the d</i> <i>attached.</i>	locuments are
 Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment 	
 Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC 	
 Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC Quality Control/Quality Assurance Construction and Installation Plan 	and a star
 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 H₂S, Prevention Plan Emergency Response Plan Oil Field Waste Stream Characterization 	
Monitoring and Inspection Plan	
 Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC 	
13. Proposed Closure: 19.15.17.13 NMAC	
Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.	
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well Flue Alternative	uid Management Pit
Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only)	
On-site Closure Method (Only for temporary pits and closed-loop systems) In-place Burial On-site Trench Burial	
Alternative Closure Method	
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 Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	macnea to the
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	
Form C-144 Oil Conservation Division Page 4 o	f 6

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 p by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection E of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17.13 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC Maste 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 can Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC 	7.11 NMAC 9.15.17.11 NMAC
17. 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 be Name (Print):	lief.
18. OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: OCD Approval Approval Date: 10/5 Title: Comptime OCD Permit Number: OCD Permit Number:	72015
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 submittin 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: 7-14-2015	
20. Closure Method: ☑ Waste Excavation and Removal □ On-Site Closure Method □ Alternative Closure Method □ Waste Removal (Closed-I) □ If different from approved plan, please explain.	loop systems only)
21. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please it mark in the box, that the documents are attached.	

Oil Conservation Division

Operator Closure Certification:

22.

Signature:

I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.

Name (Print): Kurt Hoekstra

Title: EHS Coordinator

Kurt Houteten

505-333-3100

Date: 8-18-2015

e-mail address: Kurt_Hoekstra@xtoenergy.com ______Telephone: ______

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

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State of New Mexico Energy Minerals and Natural Resources

Form C-141 Revised August 8, 2011

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.

1.20				~		, NM 875	05					and the second
			Rele	ease Notific	cation	and Co	orrective A	ction				
St 1 the		(Jake)	- Cal	State 2		OPERAT	and a second] Initia	al Report		Final Report
		TO Energy,		A MARKED S		Contact: Kurt Hoekstra						
		100, Aztec, N	Contraction of the second second second	ico 87410	the second se	Telephone No.: (505) 333-3100						
Facility Na	me: Valen	cia Canyon U	Unit # 5		I	Facility Typ	e: Gas Well (C	hoza Mesa	a Pictur	ed Cliffs)	-	-
Surface Owner: Federal Mineral Own							The second		API No	. 30-039-2	1474	
				LOCA	ATION	OF REI	LEASE					
Unit Letter	Section	Township	Range	Feet from the	1	South Line	Feet from the	East/Wes	st Line	County	12	15.16
Р	26	28N	4W	1185		FSL	850	FEI	L	I	Rio Arri	ba
				Latitude: <u>36.62</u> NAT		_Longitud OF RELI	e: <u>-107.215447</u> EASE					
Type of Rele	ease: N/A		Con Track I		- enus		Release: N/A	V	olume F	Recovered: N	J/A	
Source of R					20 77		lour of Occurrent	ce D	ate and	Hour of Dis	covery:	N/A
Was Immed	iate Notice		Yes] No 🛛 Not R	equired	If YES, To	Whom?					
By Whom?			1319			Date and H	Iour	10 S.M.	1	ALL STREET	1112	S. Carlos
Was a Wate	rcourse Rea] Yes 🛛	No		If YES, Vo	olume Impacting	the Waterco	ourse.			
If a Wataraa	ursa was In	pacted, Desci	iho Fuller	*		1			-	- Same		
Describe Ca	use of Prob	lem and Reme	dial Actio	n Taken.*The be	low grade	e tank was re	moved at the Val	encia Cany	on Unit	# 5 well site	due to	P & A of
the well site chlorides. T confirming	. The BGT of he sample ro hat a release	cellar beneath eturned results e has not occu	the BGT was below the rred at this		TPH via U rds of 100	JSEPA Meth 0 ppm TPH,	od 8015, for BTI 10 ppm benzene,	EX via USE 50 ppm tot	EPA Met al BTE	thod 8021, a K, and 250 p	nd for to	otal
the well site chlorides. T confirming	. The BGT of he sample ro hat a release	cellar beneath eturned results e has not occu	the BGT was below the rred at this	was sampled for T e 'pit rule' standa	TPH via U rds of 100	JSEPA Meth 0 ppm TPH,	od 8015, for BTI 10 ppm benzene,	EX via USE 50 ppm tot	EPA Met al BTE	thod 8021, a K, and 250 p	nd for to	otal
the well site chlorides. T confirming to Describe Ar I hereby cer regulations public healt should their or the enviro	The BGT of the sample ro hat a release ea Affected tify that the all operators h or the envi operations l ponment. In a	and Cleanup information g are required ironment. The	the BGT of s below the mred at this Action Tai given above to report a e acceptan adequately OCD accept	was sampled for 7 e 'pit rule' standa s location.	rPH via U rds of 100 mas been of plete to the release no ort by the remediate	JSEPA Meth 0 ppm TPH, confirmed at ne best of my otifications a e NMOCD m e contaminati	this location and knowledge and und perform corre- tarked as "Final Fion that pose a thi	EX via USE 50 ppm tot no further a understand ctive action Report" doe reat to grou	EPA Met al BTE? action is that purs s for rel s not rel nd wate	required. suant to NM eases which ieve the oper r, surface wa	OCD ru may en rator of ater, hur	les and danger liability nan health
the well site chlorides. T confirming t Describe Ar I hereby cer regulations : public healt should their or the enviro federal, state	The BGT of the sample ro hat a release ea Affected tify that the all operators h or the envi operations l onment. In a c, or local la	cellar beneath eturned results e has not occu and Cleanup information g s are required ironment. Tha have failed to addition, NMG tws and/or reg	the BGT we show the arred at this arred at this action Ta fiven above to report a e acceptan adequately OCD acceptanes.	was sampled for T e 'pit rule' standa s location. ken.*No release h e is true and comp nd/or file certain ce of a C-141 rep y investigate and	PH via U rds of 100 mas been of plete to the release no ort by the remediate report do	JSEPA Meth 0 ppm TPH, confirmed at ne best of my otifications at e NMOCD m e contaminati oes not reliev	this location and knowledge and und perform corre- marked as "Final Final Fina	EX via USE 50 ppm tot no further a understand ctive action Report" doe reat to grou responsibil	EPA Met al BTE3 action is that purs s for rel s not rel nd wate ity for c	required. suant to NM eases which ieve the oper r, surface wa ompliance w	OCD ru may en rator of tter, hun vith any	les and danger liability nan health
the well site chlorides. T confirming to Describe Ar I hereby cer regulations is public healt should their or the enviro federal, state Signature:	The BGT of the sample ro hat a release ea Affected tify that the all operators h or the envi operations I poment. In a e, or local la	and Cleanup information g are required to addition, NMG ws and/or reg	the BGT we show the arred at this arred at this action Ta fiven above to report a e acceptan adequately OCD acceptanes.	was sampled for T e 'pit rule' standa s location. ken.*No release h e is true and comp nd/or file certain ce of a C-141 rep y investigate and	PH via U rds of 100 mas been of plete to the release no ort by the remediate report do	JSEPA Meth 0 ppm TPH, confirmed at ne best of my otifications at e NMOCD m e contaminati oes not reliev	this location and knowledge and und perform corre arked as "Final Fion that pose a this the operator of	EX via USE 50 ppm tot no further a understand ctive action Report" doe reat to grou responsibil	EPA Met al BTE3 action is that purs s for rel s not rel nd wate ity for c	required. suant to NM eases which ieve the oper r, surface wa ompliance w	OCD ru may en rator of tter, hun vith any	les and danger liability nan health
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the well site chlorides. T confirming f Describe Ar I hereby cer regulations public healt should their or the enviro federal, state Signature: Printed Nan Title: EHS O E-mail Add	The BGT of the sample ro hat a release ea Affected tify that the all operators on or the envi- operations I onment. In a e, or local la furt How Coordinator ress: Kurt How	cellar beneath eturned results e has not occu and Cleanup information g s are required to addition, NMG two failed to addition, NMG two and/or reg	the BGT of s below the mred at this Action Tal iven above to report a e acceptan adequately OCD accepulations.	was sampled for T e 'pit rule' standa s location. ken.*No release h e is true and comp nd/or file certain ce of a C-141 rep y investigate and ptance of a C-141	PH via U rds of 100 mas been of plete to the release no ort by the remediate report do	JSEPA Meth 0 ppm TPH, confirmed at ne best of my otifications a e NMOCD m e contaminations not reliev Approved by	this location and knowledge and und perform corre- tarked as "Final Fion that pose a third on that pose a third <u>OIL CON</u> Environmental S	EX via USE 50 ppm tot no further a understand ctive action Report" doe reat to grou responsibil SERVA Specialist:	EPA Met al BTE3 action is that purs s for rel s not rel nd wate ity for c TION	thod 8021, a X, and 250 p required. suant to NM eases which ieve the oper r, surface wa ompliance v DIVISIC	OCD ru may en rator of ater, hun vith any	les and danger liability nan health
the well site chlorides. T confirming f Describe Ar I hereby cer regulations i public healt should their for the enviro federal, state Signature: Printed Nan Title: EHS 0 E-mail Add Date: 8-1	The BGT of the sample ro- hat a release ea Affected tify that the all operators h or the envi- operations I onment. In a e, or local la kurt Hot Coordinator ress: Kurt H 8 - 15 Ph	cellar beneath eturned results e has not occu and Cleanup information g s are required ironment. The have failed to addition, NMG wws and/or reg	the BGT solutions solution below the inred at this Action Tai given above to report a e acceptan adequately OCD accep ulations.	was sampled for T e 'pit rule' standa s location. ken.*No release h e is true and comp nd/or file certain ce of a C-141 rep y investigate and ptance of a C-141	PH via U rds of 100 mas been of plete to the release no ort by the remediate report do	JSEPA Meth 0 ppm TPH, confirmed at ne best of my otifications a e NMOCD m e contaminati oes not reliev Approved by Approval Da	this location and knowledge and und perform corre- tarked as "Final Fion that pose a third on that pose a third <u>OIL CON</u> Environmental S	EX via USE 50 ppm tot no further a understand ctive action Report" doe reat to grou responsibil SERVA Specialist:	EPA Met al BTE3 action is that purs s for rel s not rel nd wate ity for c TION	thod 8021, a X, and 250 p required. suant to NM eases which ieve the oper r, surface wa ompliance w DIVISIC	OCD ru may en rator of ater, hun vith any	les and danger liability nan health

XTO Energy Inc. San Juan Basin Below Grade Tank Closure Report

Lease Name: Valencia Canyon Unit # 5 API No.: 30-039-21474 Description: Unit P, Section 26, Township 28N, Range 4W, Rio Arriba County

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- XTO will obtain approval of this closure plan prior to commencing closure of the below grade tank at this location pursuant to 19.15.17.13.C (1) NMAC Approval date of this closure plan was July 8th, 2015
- 2. XTO will notify the surface owner by certified mail, return receipt requested, that the operator plans closure operations at least 72 hours, but no more than one week, prior to any closure operation. Notice will include:
 - a. Well Name
 - b. API #
 - c. Well Location

The surface owner was notified on July 7th, 2015 via email. Email has been approved as a means of surface owner notification to the BLM by Brandon Powell, NMOCD Aztec Office.

- 3. XTO will notify the NMOCD Aztec Office by email that the operator plans closure operations at least 72 hours, but no more than one week, prior to any closure operation. Notice will include:
 - a. Well Name
 - b. API #
 - c. Well Location

Notification was provided to Mr. Cory Smith with the Aztec office of the OCD via email on July 7th, 2015; see attached email printout.

- 4. Within 60 days of cessation of operations, XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:
 - a. Soils, tank bottoms, produced sand, pit sludge and other exempt wastes impacted by petroleum hydrocarbons will be disposed of at:

Envirotech: Permit #NM01-0011 and IEI: Permit # NM01-0010B

b. Produced Water will be disposed of at:

Basin Disposal: Permit # NM01-005 and XTO owned salt water Disposal Facilities All liquids and sludge were removed from the tank prior to closure activities.

5. Within six (6) months of cessation of operations, XTO will remove the below-grade tank and dispose of it in a division-approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves. If there is any equipment associated with a below-grade tank, then the operator shall remove the equipment, unless the equipment is required for some other purpose.

XTO has removed the below grade tank, and will dispose of it at a division approved facility, or recycle, reclaim or reuse it in a manner that is approved by the division.

All equipment has been removed due to the plugging an abandoning of the Valencia Canyon Unit # 5 well site.

6. XTO will collect a closure sample of the soil beneath the location of the below grade tank that is being closed. The closure sample will consist of a five-point composite sample to include any obvious stained or wet soils, or other evidence of contamination. The closure sample will be analyzed for all constituents listed in Table I below, including DRO+GRO, Chlorides, TPH, benzene and BTEX.

A five point composite sample was taken of the pit using sampling tools and all samples tested per 19.15.17.1.3. (Sample results attached)

TABLE I							
Depth Below bottom of pit to groundwater less than 10,000 mg/l TDS	Constituent	Method	Limit				
	Chloride	EPA 9056	600 mg/kg				
	TPH	Method 418.1	100 mg/kg				
	BTEX	Method 8021B	50 mg/kg				
\leq 50 Feet	Benzene	Method 8021B	10 mg/kg				
	Chloride	EPA 9056	10,000 mg/kg				
	TPH	Method 418.1	2,500 mg/kg				
	GRO + DRO	Method 8015	1,000 mg/kg				
	BTEX	Method 8021B	50 mg/kg				
51 feet - 100 feet	Benzene	Method 8021B	10 mg/kg				
	Chloride	EPA 9056	20,000 mg/kg				
	TPH	EPA 418.1- Variance	2,500 mg/kg				
	GRO + DRO	Method 8015	1,000 mg/kg				
	BTEX	Method 8021B	50 mg/kg				
> 100 feet	Benzene	Method 8021B	10 mg/kg				

Components	Test Method	Limit (mg/Kg)	Results (mg/Kg)
Benzene	EPA 8021B	10	< 0.043 mg/kg
BTEX	EPA 8021B	50	0.215 mg/kg
TPH	EPA 418.1	100 mg/kg	Variance mg/kg
Chlorides	EPA 9056	600 mg/kg	< 30 mg/kg
TPH	EPA 8015	100 mg/kg	< 62 mg/kg

- 7. XTO will meet the limits for <50' to groundwater detailed in table I.
 - a. In accordance with Rule 19.15.17.13.C(3)(b) if contaminant concentrations exceed the proposed limit and groundwater is found to be deeper than 50', XTO may elect to submit additional groundwater information to the Division and request a higher closure limit. XTO will submit the additional groundwater data via email documenting the depth to groundwater at the location. XTO will wait for approval of the groundwater data by the NMOCD, prior to completing closure activities at the site.

Groundwater at this location is estimated to be 50-100 feet

b. If a higher closure limit is submitted and approved by the Division, XTO will submit a copy of the request, the groundwater information and the received approval in their closure report

A higher closure limit is not requested for this location

8. If any contaminant concentration is higher than the parameters listed in Table I of 19.15.17.13 NMAC, the division may require additional delineation upon review of the results and the operator must receive approval before proceeding with closure. If all contaminant concentrations are less than or equal to the parameters listed in Table I of 19.15.17.13 NMAC, then the operator can proceed to backfill the pit, pad, or excavation with non-waste containing, uncontaminated, earthen material.

The pit cellar was backfilled using compacted, non-waste containing earthen material, with a division prescribed soil cover.

9. After closure has occurred, XTO will reclaim the former BGT area, if it is no longer being used for extraction of oil and gas, by substantially restoring the impacted surface area to the condition that existed prior to oil and gas operations. XTO will construct the soil cover to the site's existing grade and prevent ponding of water and erosion of the cover materials. The soil cover shall consist of the background thickness of topsoil, or one foot of suitable materials to establish vegetation at the site, whichever is greater. All areas will be reclaimed as early as practicable, and as close to their original condition or land use as possible. They shall be maintained in a way as to control dust and minimize erosion.

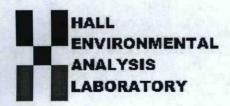
The site has been backfilled to match these specifications.

10. XTO will complete reclamation of all disturbed areas no longer in use when the ground disturbance activities at the site have been completed. The reseeding shall take place during the first favorable growing season after closure. Reclamation activities will be considered completed when a uniform vegetative cover has been established that reflects a life-form ratio of plus or minus fifty percent (50%) of pre-disturbance levels, and a total percent plant cover of at least seventy percent (70%) of pre-disturbance levels, excluding noxious weeds.

The location will be recontoured to match the above specifications after the well has been P & A'd.

*Re-vegetation and reclamation obligations imposed by other applicable federal, state or tribal agencies on lands managed by those agencies shall supersede the above requirements, provided they provide equal or better protection of fresh water, human health and the environment.

- 11. XTO will notify the Aztec Office of the NMOCD by C-103 when reclamation and closure activities are completed.
- 12. Within 60 days of closure, XTO will submit a closure report to the Aztec office of the NMOCD, filed on Form C-144. The report will include the following:
 - a. Proof of closure notice to NMOCD and surface owner; attached
 - b. Confirmation sampling analytical results; attached
 - c. Soil backfill and cover installation information; per OCD Specifications
 - d. Photo documentation of site reclamation; attached
 - e. Alternative Table I groundwater criteria request, groundwater information and received approval. (If Needed);



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

July 17, 2015 James McDaniel XTO Energy 382 County Road 3100 Aztec, NM 87410 TEL: (505) 787-0519

FAX (505) 333-3280

RE: VCU #5

OrderNo.: 1507488

Dear James McDaniel:

Hall Environmental Analysis Laboratory received 2 sample(s) on 7/11/2015 for the analyses presented in the following report.

This report is a revised report and it replaces the original report issued July 14, 2015.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to <u>www.hallenvironmental.com</u> or the state specific web sites. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. All samples are reported as received unless otherwise indicated.

Please don't hesitate to contact HEAL for any additional information or clarifications.

Sincerely,

andy

Andy Freeman Laboratory Manager 4901 Hawkins NE Albuquerque, NM 87109

Analytical Report

Lab Order 1507488

Date Reported: 7/17/2015

Hall Environmental Analysis Laboratory, Inc.

CLIENT: XTO Energy VCU #5

1507488-001

Project:

Lab ID:

Client Sample ID: S. BGT Cellar

Collection Date: 7/10/2015 10:25:00 AM

Matrix: MEOH (SOIL) Received Date: 7/11/2015 7:00:00 AM

Analyses	Result	RL Qu	al Units	DF	Date Analyzed	Batch
EPA METHOD 300.0: ANIONS		976			Analys	t: LGT
Chloride	ND	30	mg/Kg	20	7/13/2015 11:09:02 AM	1 20224
EPA METHOD 8015M/D: DIESEL RA	NGE ORGANIC	s			Analys	t: KJH
Diesel Range Organics (DRO)	ND	9.7	mg/Kg	1	7/13/2015 10:40:14 AM	1 20220
Motor Oil Range Organics (MRO)	ND	48	mg/Kg	1	7/13/2015 10:40:14 AM	1 20220
Surr: DNOP	94.8	57.9-140	%REC	1	7/13/2015 10:40:14 AM	1 20220
EPA METHOD 8015D: GASOLINE RA	ANGE				Analys	t: NSB
Gasoline Range Organics (GRO)	ND	4.3	mg/Kg	1	7/13/2015 10:48:27 AM	1 20188
Surr: BFB	90.2	75.4-113	%REC	1	7/13/2015 10:48:27 AM	1 20188
EPA METHOD 8021B: VOLATILES					Analys	t: NSB
Benzene	ND	0.043	mg/Kg	1	7/13/2015 10:48:27 AM	1 20188
Toluene	ND	0.043	mg/Kg	1	7/13/2015 10:48:27 AM	1 20188
Ethylbenzene	ND	0.043	mg/Kg	1	7/13/2015 10:48:27 AM	1 20188
Xylenes, Total	ND	0.086	mg/Kg	1	7/13/2015 10:48:27 AM	1 20188
Surr: 4-Bromofluorobenzene	97.3	80-120	%REC	1	7/13/2015 10:48:27 AM	1 20188

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

Qualifiers:		Value exceeds Maximum Contaminant Level.	В	Analyte detected in the associated Meth	od Blank
	Е	Value above quantitation range	Н	Holding times for preparation or analysi	s exceeded
	J	Analyte detected below quantitation limits	ND	Not Detected at the Reporting Limit	Page 1 of 6
	0	RSD is greater than RSDlimit	Р	Sample pH Not In Range	rage roro
	R	RPD outside accepted recovery limits	RL	Reporting Detection Limit	
	S	Spike Recovery outside accepted recovery limits			

Analytical Report

Lab Order 1507488

Hall Environmental Analysis Laboratory, Inc.

Date Reported: 7/17/2015

CLIENT: XTO Energy Project: VCU #5

1507488-002

Lab ID:

Client Sample ID: N. BGT Cellar Collection Date: 7/10/2015 10:40:00 AM

Matrix: MEOH (SOIL) Received Date: 7/11/2015 7:00:00 AM

Analyses	Result	RL Qu	al Units	DF	Date Analyzed	Batch
EPA METHOD 300.0: ANIONS				Page 1	Analyst	LGT
Chloride	ND	30	mg/Kg	20	7/13/2015 11:21:27 AM	20224
EPA METHOD 8015M/D: DIESEL RAN	GE ORGANIC	s			Analyst	KJH
Diesel Range Organics (DRO)	ND	10	mg/Kg	1	7/13/2015 11:01:41 AM	20220
Motor Oil Range Organics (MRO)	ND	50	mg/Kg	1	7/13/2015 11:01:41 AM	20220
Surr: DNOP	95.8	57.9-140	%REC	1	7/13/2015 11:01:41 AM	20220
EPA METHOD 8015D: GASOLINE RAI	NGE				Analyst	NSB
Gasoline Range Organics (GRO)	ND	4.0	mg/Kg	1	7/13/2015 11:17:13 AM	20188
Surr: BFB	92.0	75.4-113	%REC	1	7/13/2015 11:17:13 AM	20188
EPA METHOD 8021B: VOLATILES					Analyst	NSB
Benzene	ND	0.040	mg/Kg	1	7/13/2015 11:17:13 AM	20188
Toluene	ND	0.040	mg/Kg	1	7/13/2015 11:17:13 AM	20188
Ethylbenzene	ND	0.040	mg/Kg	1	7/13/2015 11:17:13 AM	20188
Xylenes, Total	ND	0.079	mg/Kg	1	7/13/2015 11:17:13 AM	20188
Surr: 4-Bromofluorobenzene	98.7	80-120	%REC	1	7/13/2015 11:17:13 AM	20188

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

Qualifiers:	*	Value exceeds Maximum Contaminant Level.	В	Analyte detected in the associated Metho	od Blank
	Е	Value above quantitation range	Н	Holding times for preparation or analysis	s exceeded
	J	Analyte detected below quantitation limits	ND	Not Detected at the Reporting Limit	Page 2 of 6
	0	RSD is greater than RSDlimit	Р	Sample pH Not In Range	1 age 2 01 0
	R	RPD outside accepted recovery limits	RL	Reporting Detection Limit	
	S	Spike Recovery outside accepted recovery limits			

QC SUMMARY REPORT Hall Environmental Analysis Laboratory, Inc.

Client: XTO Energy Project: VCU #5

Sample ID MB-20224	SampType: MBLK	TestCode: EPA Method	300.0: Anions	
Client ID: PBS	Batch ID: 20224	RunNo: 27466		
Prep Date: 7/13/2015	Analysis Date: 7/13/2015	SeqNo: 824117	Units: mg/Kg	
Analyte	Result PQL SPK value	SPK Ref Val %REC LowLimit	HighLimit %RPD	RPDLimit Qual
Chloride	ND 1.5			
Sample ID LCS-20224	SampType: LCS	TestCode: EPA Method	300.0: Anions	ALL DO N
Client ID: LCSS	Batch ID: 20224	RunNo: 27466		
Prep Date: 7/13/2015	Analysis Date: 7/13/2015	SeqNo: 824118	Units: mg/Kg	
Analyte	Result PQL SPK value	SPK Ref Val %REC LowLimit	HighLimit %RPD	RPDLimit Qual
Chloride	14 1.5 15.00	0 93.9 90	110	

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 Not In Range
- RL Reporting Detection Limit

Page 3 of 6

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#:	1507488
	17-Jul-15

Client: XTO Energy Project: VCU #5

Sample ID MB-20220	SampType	MBLK	Tes	tCode: EF	PA Method	8015M/D: Di	esel Rang	e Organics	
Client ID: PBS	Batch ID:	20220	F	RunNo: 27	7441				
Prep Date: 7/13/2015	Analysis Date:	7/13/2015	5	SeqNo: 82	23245	Units: mg/H	(g		
Analyte	Result P	QL SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Diesel Range Organics (DRO)	ND	10	1.8.3	1.1.2	LANK TO	1.00	14.42		1.500
Motor Oil Range Organics (MRO)	ND	50							
Surr: DNOP	9.3	10.00		92.6	57.9	140	1.5	1 Starl	
Sample ID LCS-20220	SampType	LCS	Tes	tCode: EF	A Method	8015M/D: Di	esel Rang	e Organics	Je a
Client ID: LCSS	Batch ID	20220	F	RunNo: 27	7441				
Prep Date: 7/13/2015	Analysis Date:	7/13/2015	5	SeqNo: 82	23246	Units: mg/H	(g		
Analyte	Result P	QL SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Diesel Range Organics (DRO)	50	10 50.00	0	101	57.4	139			
Surr: DNOP	4.1	5.000	Sec. 1	81.8	57.9	140	Such 3		100
Sample ID 1507488-001AM	s SampType	MS	Tes	tCode: EF	A Method	8015M/D: Di	esel Rang	e Organics	
Client ID: S. BGT Cellar	Batch ID	20220	F	RunNo: 27	7441				
Prep Date: 7/13/2015	Analysis Date	7/13/2015	5	SeqNo: 82	23432	Units: mg/H	(g		
Analyte	Result P	QL SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qua
Diesel Range Organics (DRO)	48	9.7 48.73	0	99.0	42.3	146	1.1.2.5		
Surr: DNOP	4.8	4.873	# 1. A.	98.9	57.9	140		A MARINE	1
Sample ID 1507488-001AM	SD SampType	MSD	Tes	tCode: EF	A Method	8015M/D: Di	esel Rang	e Organics	
Client ID: S. BGT Cellar	Batch ID	20220	F	RunNo: 27	7441				
	Analysis Date	7/13/2015	5	SeqNo: 82	23433	Units: mg/k	(g		
Prep Date: 7/13/2015	, analysis bate								
Prep Date: 7/13/2015 Analyte		QL SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
		QL SPK value 9.9 49.65		%REC 97.7	LowLimit 42.3	HighLimit 146	%RPD 0.517	RPDLimit 28.9	Qua

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 Not In Range
- RL Reporting Detection Limit

Page 4 of 6

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

WO#: 1507488 17-Jul-15

Sample ID MB-20188	SampType: MBLK	TestCode: EPA Method	8015D: Gasoline Rang	e
Client ID: PBS	Batch ID: 20188	RunNo: 27446		
Prep Date: 7/9/2015	Analysis Date: 7/13/2015	SeqNo: 823980	Units: mg/Kg	
Analyte	Result PQL SPK value	SPK Ref Val %REC LowLimit	HighLimit %RPD	RPDLimit Qual
Gasoline Range Organics (GRO)	ND 5.0	100		
Surr: BFB	910 1000	90.7 75.4	113	
Sample ID LCS-20188	SampType: LCS	TestCode: EPA Method	8015D: Gasoline Rang	e
Client ID: LCSS	Batch ID: 20188	RunNo: 27446		
Prep Date: 7/9/2015	Analysis Date: 7/13/2015	SeqNo: 823981	Units: mg/Kg	
Analyte	Result PQL SPK value	SPK Ref Val %REC LowLimit	HighLimit %RPD	RPDLimit Qual
Gasoline Range Organics (GRO)	23 5.0 25.00	0 90.9 64	130	
Surr: BFB	970 1000	97.1 75.4	113	The sales
Sample ID MB-20225	SampType: MBLK	TestCode: EPA Method	8015D: Gasoline Rang	e
Client ID: PBS	Batch ID: 20225	RunNo: 27497		
Prep Date: 7/13/2015	Analysis Date: 7/14/2015	SeqNo: 825115	Units: %REC	
Analyte	Result PQL SPK value	SPK Ref Val %REC LowLimit	HighLimit %RPD	RPDLimit Qual
Surr: BFB	910 1000	90.8 75.4	113	
Sample ID LCS-20225	SampType: LCS	TestCode: EPA Method	8015D: Gasoline Rang	e
Client ID: LCSS	Batch ID: 20225	RunNo: 27497		
Prep Date: 7/13/2015	Analysis Date: 7/14/2015	SeqNo: 825116	Units: %REC	
Analyte	Result PQL SPK value	SPK Ref Val %REC LowLimit	HighLimit %RPD	RPDLimit Qual
Analyte	ricount i de of it raide			

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 Not In Range
- RL Reporting Detection Limit

Page 5 of 6

QC SUMMARY REPORT

Energy

#5

Hall Environmental Analysis Laboratory, Inc.

WO#: 1507488 17-Jul-15

Client:	XTO
Project:	VCU

Sample ID MB-20188	Samp	Туре: МІ	BLK	Tes	tCode: El	PA Method	8021B: Volat	tiles		
Client ID: PBS	Batc	h ID: 20	188	F	RunNo: 2	7446				
Prep Date: 7/9/2015	Analysis I	Date: 7	13/2015	5	SeqNo: 8	24010	Units: mg/K	g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	ND	0.050							100	20.5
Toluene	ND	0.050								
Ethylbenzene	ND	0.050								
Xylenes, Total	ND	0.10								
Surr: 4-Bromofluorobenzene	1.0		1.000	and the	99.6	80	120	18.58	A Third	1
Sample ID LCS-20188	Samp	Type: LC	s	Tes	tCode: E	PA Method	8021B: Volat	tiles		
Client ID: LCSS	Bato	h ID: 20	188	F	RunNo: 2	7446				
Prep Date: 7/9/2015	Analysis I	Date: 7	/13/2015	5	SeqNo: 8	24011	Units: mg/k	(g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	1.0	0.050	1.000	0	104	76.6	128			
Toluene	0.99	0.050	1.000	0	99.4	75	124			
Ethylbenzene	1.0	0.050	1.000	0	103	79.5	126			
Xylenes, Total	3.1	0.10	3.000	0	104	78.8	124			
Surr: 4-Bromofluorobenzene	1.1	Read	1.000	122.123	106	80	120		1	1
Sample ID MB-20225	Samp	Type: M	BLK	Tes	tCode: E	PA Method	8021B: Vola	tiles		
Client ID: PBS	Bato	h ID: 20	225	F	RunNo: 2	7497				
Prep Date: 7/13/2015	Analysis	Date: 7	/14/2015	:	SeqNo: 8	25158	Units: %RE	c		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Surr: 4-Bromofluorobenzene	0.98		1.000	184.91	97.9	80	120		8-18-1 M	1
Sample ID LCS-20225	Samp	Type: LC	s	Tes	tCode: E	PA Method	8021B: Vola	tiles	1.11	
Client ID: LCSS	Bato	h ID: 20	225	F	RunNo: 2	7497				
Prep Date: 7/13/2015	Analysis				SeqNo: 8		Units: %RE	c		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Surr: 4-Bromofluorobenzene	1.1	1941 1943	1.000		106	80	120	211 21	12 S S S S S S S S	

Qualifiers:

- * Value exceeds Maximum Contaminant Level.
- E Value above quantitation range
- Analyte detected below quantitation limits J
- 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
- Holding times for preparation or analysis exceeded Н
- Not Detected at the Reporting Limit ND
- Sample pH Not In Range P
- **Reporting Detection Limit** RL

Page 6 of 6

HALL ENVIRONMENTAL ANALYSIS LABORATORY	Hall Enviconmental . Aibin TEL 305-345-3975 i Website www.hai	4901 Hawk Juerque: NM FAX: 505-34:	ms NL 87109 Samp 5 4107	ble Log-In Check List
Client Name XTO Energy	Work Order Number:	1507488		RcptNo 1
Received by/date:	77 11/15 7/11/2015 7:00:00 AM 7/13/2015 7:56:12 AM		0-44400 0-44400	
Reviewed By:	07/13/15			
Chain of Custody		THE CHART	1.100 mm	CONTRACTOR CONTRACTOR
1. Custody seals intact on sample bottles	*	Yes	No 🗔	Not Present
2. Is Chain of Custody complete?		Yes 🗹	No 🗌	Not Present
3. How was the sample delivered?		Courier		
Log In				
4. Was an attempt made to cool the sam	ples?	Yes 🗹	No 🗆	NA 🗆
5. Were all samples received at a temper	ature of >0° C to 6.0°C	Yes 🗹	No 🗔	NA 🗆
6. Sample(s) in proper container(s)?		Yes 🗹	No 🗆	
7. Sufficient sample volume for indicated	test(s)?	Yes 🗹	No 🗆	
8. Are samples (except VOA and ONG) p	roperly preserved?	Yes 🔽	No 🗔	
9. Was preservative added to bottles?		Yes 🛄	No 🗹	na 🗆
10, VOA vials have zero headspace?		Yes 🗔	No 🗆	No VOA Vials 🗹
11. Were any sample containers received	broken?	Yes 🗆	No 🗹	# of preserved bottles checked
12. Does paperwork match bottle labels? (Note discrepancies on chain of custor	ly)	Yes 🔽	No 🗆	for pH: (<2 or >12 unless noted
13. Are matrices correctly identified on Ch.	ain of Custody?	Yes 🗹	No 🗌	Adjusted?
14. Is it clear what analyses were requested	10?	Yes 🗹	No 🗌	
15. Were all holding times able to be met? (If no, notify customer for authorization		Yes 🗹	No 🗌	Checked by:
Special Handling (if applicable)				
16, Was client notified of all discrepancies	with this order?	Yes	No 🛄	NA 🗹
The second secon	A DESCRIPTION OF THE OWNER OF THE	199 (H-)		
Person Notified:	Date		Dhone C Ferr	In Person
By Whom Regarding:	Via:	eMail [Phone Fax	

17. Additional remarks:

Client Instructions:

18. Cooler Information

Cooler No	Temp "C	Condition	Seal Intact	Seal No	Seal Date	Signed By
1	2.8	Good	Yes			

JAME DAN	1 and	And and a second s	e Number		No.	Page of	1			Anal	ysis		Lab Information	
ХТО		KURTH	Contact	۸		10 Contact Pho 505-486-9	ne #							
ENERGY Western Division	•	JAMES, KUET.		a construction of the							Far	Office Abbreviations mington = FAR		
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* Sample ID will be the office and sampler-date-military time FARJM-MMDDYY-1200

Hoekstra, Kurt

From:Hoekstra, KurtSent:Tuesday, July 07, 2015 7:25 AMTo:'Cory.Smith@state.nm.us'; Mark Kelly (mkelly@blm.gov)Cc:McDaniel, James (James_McDaniel@xtoenergy.com); Clement, Jeff; Trujillo, MarcosSubject:VCU # 5 BGT Closure Notification

Cory and Mark,

Please accept this email as the required notification for BGT closure activities at the Valencia Canyon Unit # 5 well site (API #30-039-21474)

located in Unit P, Section 26, Township 28N, Range 4W, Rio Arriba County, New Mexico. This below grade tank is being closed due

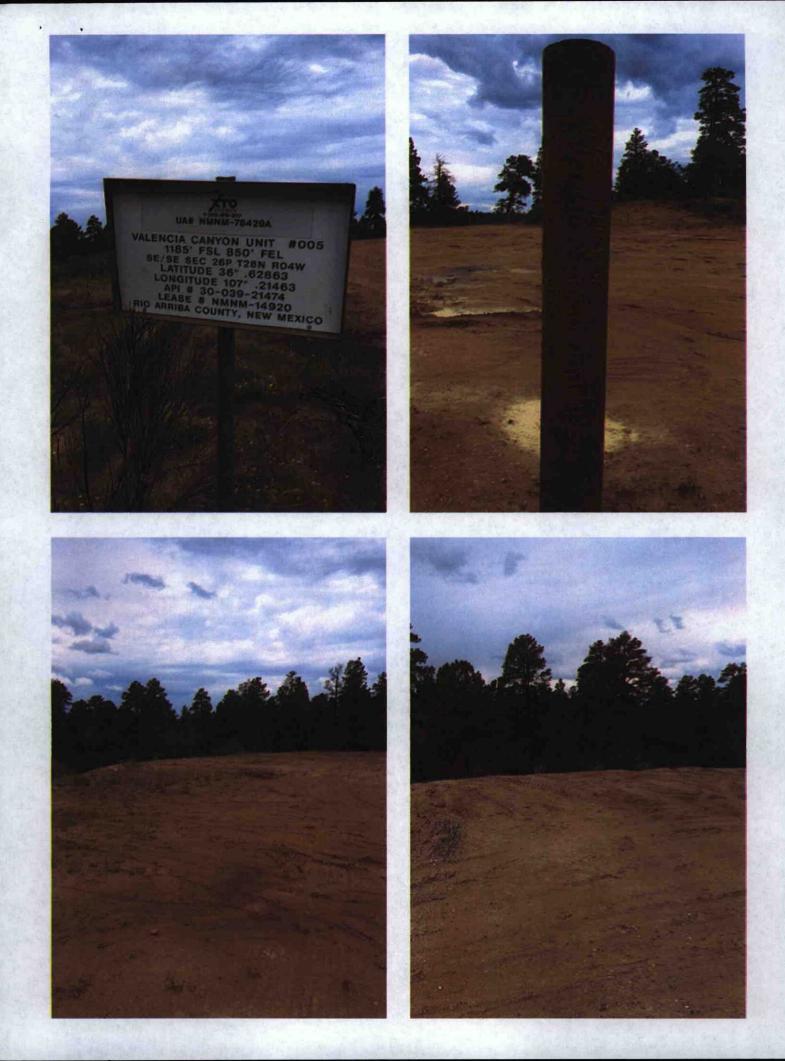
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to the P&A of this location.

Work is tentatively scheduled for Friday 7-10-2015 at 8:30am.

Thank You for your time in regards to this matter.

Kurt Hoekstra EHS Coordinator XTO Energy 505-333-3202 Office 505-486-9543 Cell Kurt Hoekstra@xtoenergy.com An ExxonMobil Subsidiary



January 27, 2015

Mr. Cory Smith Oil Conservation Division 1000 Rio Brazos Rd. Aztec, New Mexico 87410

Email: cory.smith@state.nm.us Phone (505) 334-6178 Ext 115

RE: VARIANCE REQUEST FOR 19.15.17 NMAC TABLE I AND TABLE II

Mr. Smith,

Please accept this letter as a variance request as outlined in 19.15.17.15(A) NMAC. XTO Energy would like to request the replacement of USEPA Method 418.1 for the analysis of Total Petroleum Hydrocarbons (TPH) for USEPA Method 8015M, measuring carbon ranges C6-C36, for all sampling associated with closures and confirmations samples in relation to 19.15.17 NMAC, both in Table I and Table II (2103) and the 'pit rule' passed in 2008.

XTO Energy is requesting this variance on the grounds that USEPA Method 418.1 is an outdated analytical method that reports a full range of hydrocarbons from C8 through C40. (Reference: American Petroleum Institute). The attached table demonstrates the carbon ranges, and the typical hydrocarbon products that can be found in those ranges. As you can see, lube oil ranges from C₂₈-C₃₅. Analytical Method USEPA 418.1 extends past lube oils from C₃₅ through C_{40} . This range of hydrocarbons is above the range that can reasonably be expected to be found in our field in both drilling pits and beneath below grade tanks. USEPA Method 8015M (GRO/DRO + extended analysis) will report hydrocarbons ranging from C₆-C₁₀ for GRO, C₁₀-C₂₈ for DRO, and C₂₈-C₃₆ for extended analysis. This information was provided by Environmental Science Corporation Laboratories. As the information demonstrates, the 8015M analytical method reports as low as C₆, reporting lower than USEPA Method 418.1. Utilizing analytical method 8015M, lighter range hydrocarbons will be reported instead of higher range, heavy hydrocarbons that may not be reasonably expected to be found in our field. Utilization of USEPA Method 8015M will better protect groundwater resources by identifying lighter, more mobile hydrocarbons that USEPA Method 418.1 cannot identify. The heavier range hydrocarbons, C₃₆-C₄₀, that are not identified by USEPA Method 8015M are not a mobile form of hydrocarbon, and are not a threat to human health and the environment. With your acceptance of this variance request, XTO Energy will begin utilizing USEPA Method 8015M in place of USEPA Method 418.1 for all sampling activities associated with 19.15.17 NMAC, both from the rules passed in 2008 and 2013.

Respectfully Submitted,

James McDaniel, CHMM #15676 EH&S Supervisor XTO Energy, Inc. Western Division

Quinter service service of the light	ypical Hydrocarbons			
Hydrocarbon	Carbon Range			
Condensate	C2-C12			
Aromatics	C5-C7			
Gasoline	C7-C11			
Kerosene	C6-C16			
Diesel Fuel	C8-C21			
Fuel Oil #1	C9-C16			
Fuel Oil #2	C11-C20			
Heating Oil	C14-C20			
Lube Oil	C28-C35			