District I
1625 N. French Dr , Hobbs, NM 88240
District II
1301-W. Grand Avenue, 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

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

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

Proposed Alternative Method Permit or Closure Plan Application

Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances. OGRID #: <u>1629</u>28 Operator: Energen Resources Corporation Address: 2010 Afton Place, Farmington, New Mexico 87401 Facility or well name: San Juan 32-5 #21 OCD Permit Number: API Number: 30-U/L or Qtr/Qtr NESW Section 23 Township 32N Range 6W County: Rio Arriba Center of Proposed Design: Latitude 36.96369° N_Longitude 107.43098° W_NAD: ☐ 1927 ☒ 1983 Surface Owner: Federal State Private Tribal Trust or Indian Allotment Pit: Subsection F or G of 19.15.17.11 NMAC Closed-loop System: Subsection H of 19.15.17.11 NMAC Temporary:

☐ Drilling ☐ Workover ☐ Drying Pad ☐ Tanks ☐ Haul-off Bins ☐ Other Permanent Emergency Cavitation ☐ Lined ☐ Unlined ☐ Unlined ☐ Unlined Liner type: Thickness 20 mil ☐ LLDPE ☐ HDPE ☐ PVC Other Other String-Reinforced Seams: Welded Factory Other Volume: ______bbl _____yd³ Seams: Welded Factory Other Dimensions: Length____ x Width____ Volume: 2000 bbl Dimensions: L 125 x W 90 x D 15 Below-grade tank: Subsection I of 19.15.17.11 NMAC Fencing: Subsection D of 19.15,17.11 NMAC Volume: bbl Chain link, six feet in height, two strands of barbed wire at top Type of fluid: Four foot height, four strands of barbed wire evenly spaced between one and Tank Construction material: four feet Netting: Subsection E of 19.15.17.11 NMAC Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off ☐ Screen ☐ Netting ☐ Other ☐ Visible sidewalls and liner ☐ Monthly inspections Signs: Subsection C of 19.15.17.11 NMAC ☐ Visible sidewalls only 12'x24', 2' lettering, providing Operator's name, site location, and Other emergency telephone numbers Other ☑ Signed in compliance with 19.15.3.103 NMAC

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

Alternative Method:

of approval.

blank:

Administrative Approvals and Exceptions:

19.15.17 NMAC for guidance.

consideration of approval.

Justifications and/or demonstrations of equivalency are required. Please refer to

Please check a box if one or more of the following is requested, if not leave

Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau office for

Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

acceptable source mat approval from the app Environmental Bureau	erial are provided below. Requests regard ropriate district office or may be consider w office for consideration of approval. Ap	each siting criteria below in the application. Recommendation ding changes to certain siting criteria may require administrated an exception which must be submitted to the Santa Fe oplicant must attach justification for request. Please refer to y to drying pads or above-grade tanks associated with a cl	rative 0
		ary pit, permanent pit, or below-grade tank. earch; USGS; Data obtained from nearby wells	☐ Yes ☑ No
(measured from the ord	ntinuously flowing watercourse, or 200 fed linary high-water mark). nap; Visual inspection (certification) of the	et of any other watercourse, lakebed, sinkhole, or playa lake proposed site	☐ Yes ☒ No
(Applies to temporary,	permanent residence, school, hospital, ins emergency, or cavitation pits and below-g on (certification) of the proposed site; Aer		on. Yes 🖾 No
(Applies to permanent p		stitution, or church in existence at the time of initial applicational photo; Satellite image	ion. Yes No
watering purposes, or v	vithin 1000 horizontal feet of any other fre	or spring that less than five households use for domestic or sesh water well or spring, in existence at the time of initial applearch; Visual inspection (certification) of the proposed site	
adopted pursuant to NN	ASA 1978, Section 3-27-3, as amended.	inicipal fresh water well field covered under a municipal ording; Written approval obtained from the municipality	inance ☐ Yes ☒ No
Within 500 feet of a we - US Fish and W		raphic map; Visual inspection (certification) of the proposed	☐ Yes ☒ No
Within the area overlying - Written confirm	ng a subsurface mine. nation or verification or map from the NM	EMNRD-Mining and Mineral Division	☐ Yes ⊠ No
Within an unstable area - Engineering me Society; Topog	easures incorporated into the design; NM I	Bureau of Geology & Mineral Resources; USGS; NM Geolog	gical Yes No
Within a 100-year flood - FEMA map	dplain.		☐ Yes ⊠ No
Form	C-144	Oil Conservation Division	Page 2 of 5

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are			
attached.			
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC			
Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC			
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC			
Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC			
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC			
Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC			
Previously Approved Design (attach copy of design) API Number: or Permit Number:			
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC			
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are			
attached.			
Geologic and Hydrogeologic Data (required for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (required for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC			
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC			
Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC			
NMAC			
Previously Approved Design (attach copy of design) API Number:			
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC			
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are			
attached.			
Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC			
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC			
☐ Climatological Factors Assessment			
Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC			
Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC			
Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC			
Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC			
Quality Control/Quality Assurance Construction and Installation Plan			
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC			
Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC			
☐ Nuisance or Hazardous Odors, including H ₂ S, Prevention Plan			
Emergency Response Plan			
Oil Field Waste Stream Characterization			
Monitoring and Inspection Plan			
Erosion Control Plan			
Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC			
Proposed Closure: 19.15.17.13 NMAC			
Type: Drilling Workover Emergency Cavitation Permanent Pit Below-grade Tank Closed-loop System Alternative			
Proposed Closure Method: Waste Excavation and Removal			
On-site Closure Method (only for temporary pits and closed-loop systems)			
✓ In-place Burial ☐ On-site Trench Burial			
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)			

Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	
Ground water is less than 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 between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ⊠ No ☐ NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	⊠ Yes □ No □ NA
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other 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 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ⊠ No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No
Within the area overlying a subsurface mine Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	
 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
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be at closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	
Waste Removal Closure For Closed-loop Systems That Utilize Haul-off Bins Only: (19.15.17.13.D NMAC) Instructions: Please in or facilities for the disposal of liquids, drilling fluids and drill cuttings.	identify the facility
Disposal Facility Name: Disposal Facility Permit Number:	
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure pla	n. Please indicate,
by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Construction and Design of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards canno Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	t be achieved)
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	

Operator Application Certification:			
I hereby certify that the information submitted with this application is	s true, accurate and complete to t	he best of my knowledge and belief.	
Name (Print): Devin Mills	Title:	Drilling Engineer	
Signature:	Date:	7/9/08	
e-mail address: <u>Dmills@energen.com</u>	Telephone:	505-324-4121	
OCD Approval: Permit Application (including closure plan)	Closure Plan (only)		
OCD Representative Signature: But Sell		Approval Date: 7/15/28	
Title: Enviro Ispec	OCD Permit Num	nber:	
Closure Report (required within 60 days of closure completion):		MAC upletion Date:	
Closure Method: ☐ Waste Excavation and Removal ☐ On-Site Closure Method ☐ If different from approved plan, please explain.	Alternative Closure Method	i	
Closure Report Attachment Checklist: Instructions: Each of the mark in the box, that the documents are attached. Proof of Closure Notice Proof of Deed Notice (if applicable) Plot Plan Confirmation Sampling Analytical Results Waste Material Sampling Analytical Results Disposal Facility Name and Permit Number Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique Site Reclamation (Photo Documentation) On-site Closure Location: Latitude	following items must be attache Longitude		
Operator Closure Certification:			
I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.			
Name (Print):	Title:		
Signature:	Date:		
e-mail address:	Telephone:		

Hydrogeologic Data:

100-year Floodplain:

The San Juan 32-5 Unit #21 well is located outside of the flood boundary located around the Navajo Reservoir.

Site Specific:

The San Jose formation is the highest water bearing zone at this site with the exception of possible perched water. It is the youngest Tertiary bedrock unit in the San Basin. The formation occurs at the surface to a depth of 1,088' at the proposed San Juan 32-5 Unit #21 location and ranges from 900' to 1,400' in this township and range. The only potentially unstable areas in the region are over subsurface coal mines. This pit will not be located of a subsurface coal mine.

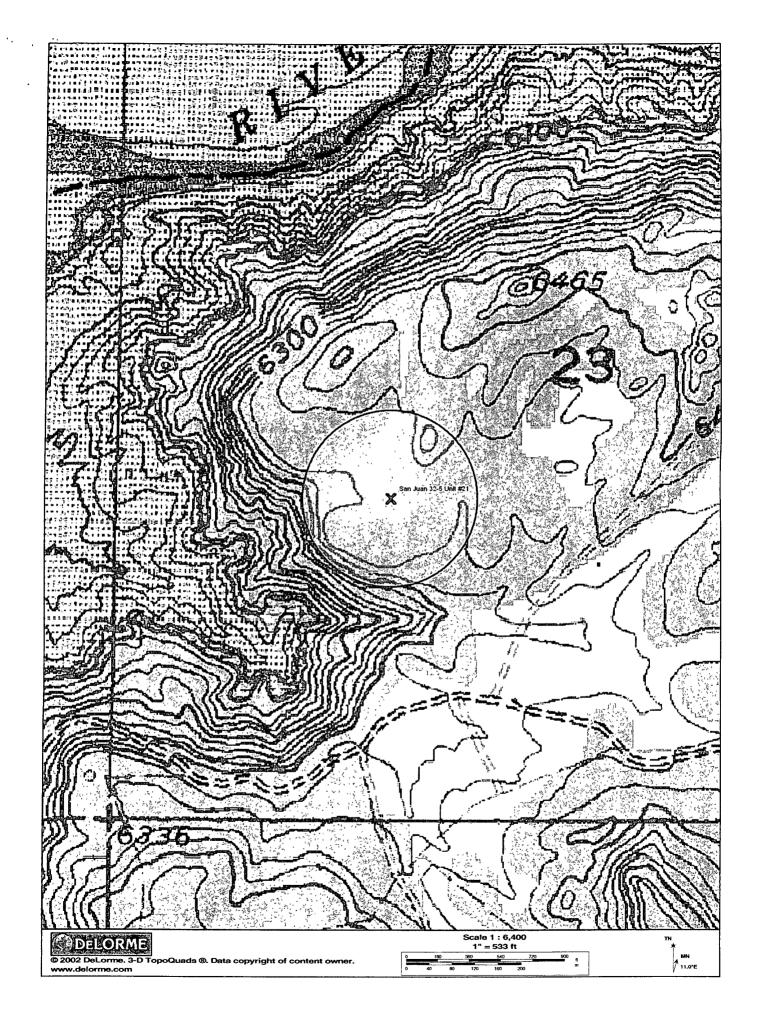
The Navajo Reservoir is 1000 feet to the Southwest and is 240 vertical feet below the pit location so the highest groundwater will be at least 240' below the pit bottom. A visual inspection was also conducted to identify the possibility of water wells with windmills or other pumping equipment or other visual indications and none were observed. No other water well sites within 1000' were indicated being present by the USFS, Jicarilla Ranger District.

Geologic Summary:

The San Jose is a sequence of interbedded sandstones and mudstones deposited in an alluvial and fluvial environment. The formation accumulated in broad, wet, alluvial aprons. Groundwater is associated with the alluvial and fluvial sandstone aquifers, hence it is controlled by the distribution of these sands. The San Jose can further be broken into four members: Cuba Mesa, Regina, Llaves, and Tapicitos (in ascending order). The first two, Cuba Mesa and Regina, are predominately sandstone and the latter two, Llaves and Tapicitos, are predominately mudstone.

Reference:

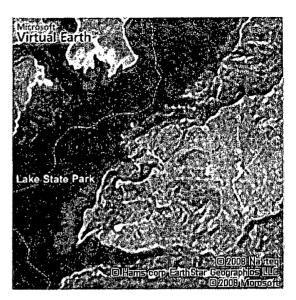
Stone W.J., Lyford F.P., Frenzel P.F., Mizell N.H., and Padgett E.T.: Hydrology and water resources of San Juan Basin, New Mexico Hydrologic Report 6, 1983.

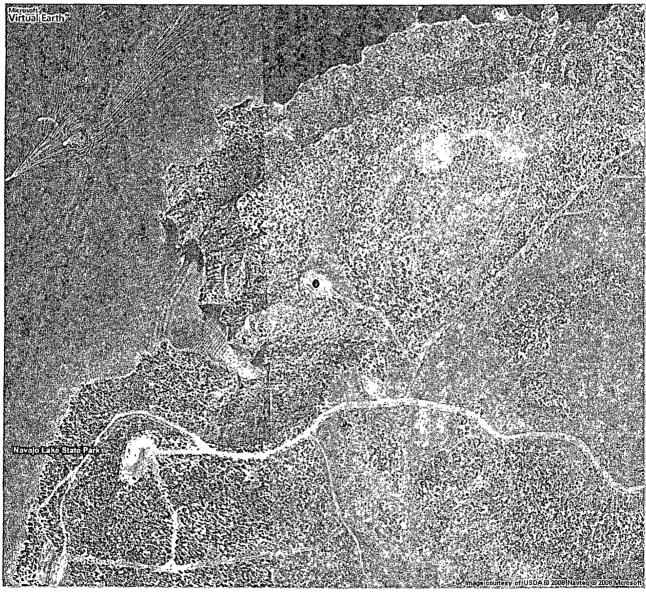


Live Search Maps

San Juan 32-5 Unit #21 .

NEW! Try Live Search 411
Dial 1-800-CALL-411 for latest info





New Mexico Office of the State Engineer POD Reports and Downloads

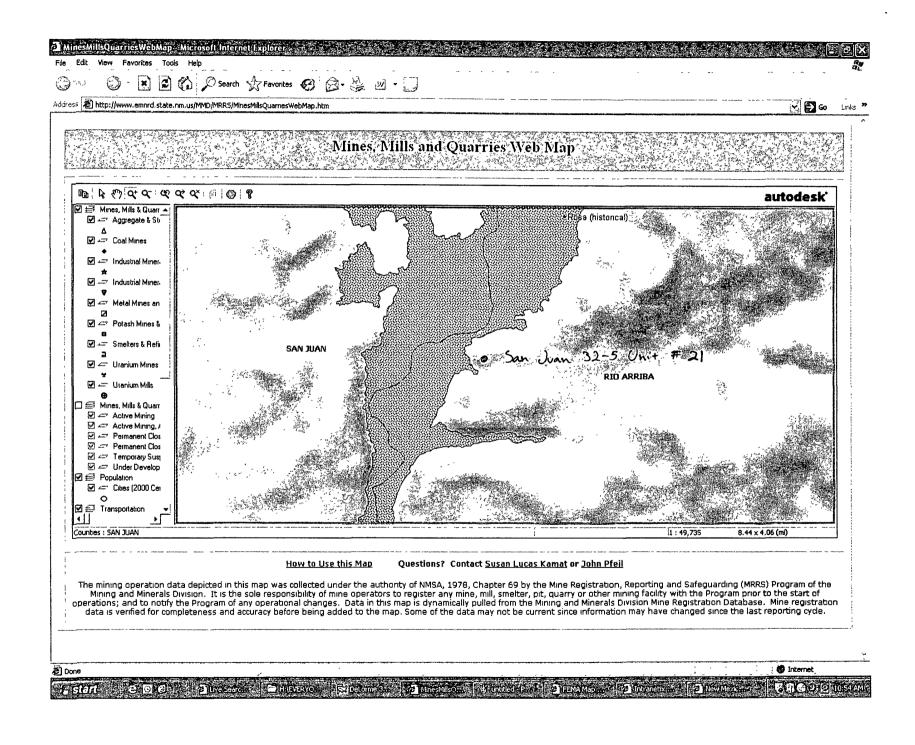
Township: 32N	Range: 06W	Sections: 21		***
NAD27 X:	Y:	Zone:	Search Radius:	
County:	Basin:		Number:	Suffix:
Owner Name: (First)	(Las	t). • All	O Non-Domestic	ODomestic
POD / Surface Data Report Avg Depth to Water Report Water Column Report				
Clear Form iWATERS Menu Help				

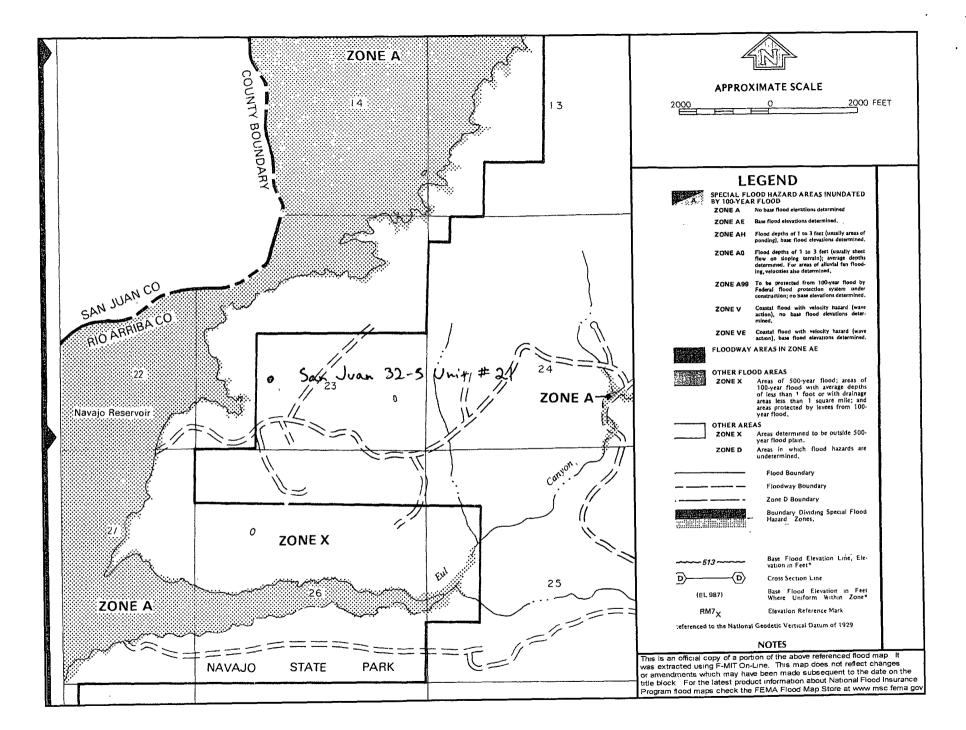
AVERAGE DEPTH OF WATER REPORT 07/07/2008

(Depth Water in Feet)

Bsn Tws Rng Sec Zone X Y Wells Min Max Avg

No Records found, try again





Temporary Pit Design Plan:

The pit will be designed and constructed in the following manner:

- 1) Top soil will be stripped, stockpiled and stored as designated on the attached well sight layout schematic. Storage will be in accordance with the requirements set forth as described in item B of the the siting requirements of 19.15.17.11 NMAC.
- 2) A sign will be posted on location in accordance with 19.15.3.103 NMAC.
- 3) A four strand barbwire fence will be constructed around the perimeter of the pit with the strands evenly spaced between one and four feet from the ground. This fence will be used to excluded livestock from inadvertently entering the pit. The side of the fence adjacent to the rig will be removed during operations. This fence if located within 1000 feet of a permanent residence, school, hospital, institution or church will be a six foot chain link fence with two strands of barbed wire at the top.
- 4) The pit will be designed to confine liquids, prevent unauthorized releases by constructing a foundation with interior slopes consisting of a firm and unyielding base that are smooth and free of rocks, debris or other sharp edges to prevent liner damage.
- 5) The slopes will be constructed with a 2:1 ratio of vertical to horizontal with a changing slope within five feet of the shale shakers trending towards horizontal.
- 6) The volume of the pit will no exceed 10 acre feet including freeboard.
- 7) The pit will be lines with a LLDPE geomembrane liner with a thickness of no less then 20mm. The liner material will be compatible with EPA SW-846 method 9090A.
- 8) Liner seams will be orientated perpendicular to the largest slope with an overlap of four to six inches.
- 9) If needed a geotextile will be place under the liner to reduce localized stress-strain that may compromise liner integrity.
- 10) The edges of the liner will be anchored in the bottom of a compacted earthfilled trench no less the 18 inches deep.
- 11) To prevent runon of surface water a berm no less then 12 inches high will be constructed around the perimeter of the pit. With drainage ditches being directed to the runoff requirements set forth in the APD Condition of Approval.

M. French Dr., Hobbs, N.M. 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102 Revised October 12, 2005

STRICT II 1301 W. Grand Avenue, Artesia, N.M. 88210

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, N.M. 67410 OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe. NM 87505

☐ AMENDED REPORT

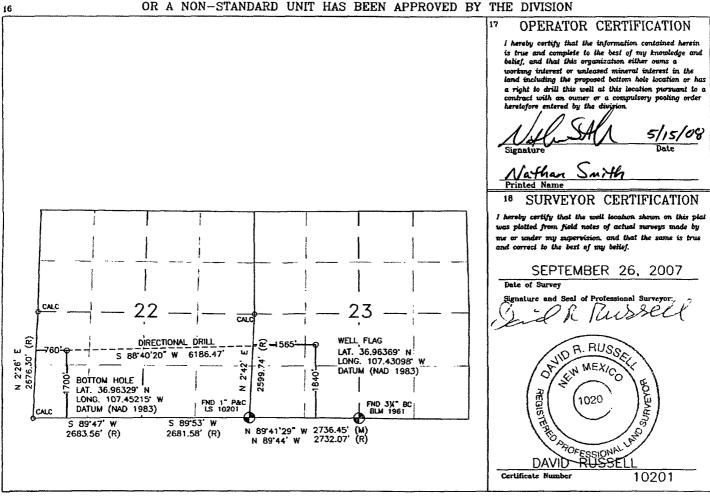
DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

*Property Code	
32-5 UNIT	Well Number
	21
OGRID No. *Operator Name	• Elevation
ENERGEN RESOURCES CORPORATION	6340'
¹⁰ Surface Location	
UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West	line County

23 32N 6W 1840 SOUTH 1565 WEST RIO ARRIBA " Bottom Hole Location If Different From Surface Township Lot Idn UL or lot no. North/South line Section Range Feet from the Feet from the East/West line County 1700' 22 32N 6W SOUTH 760' WEST RIO ARRIBA Dedicated Acres ¹³ Joint or Infill 14 Consolidation Code "Order No.

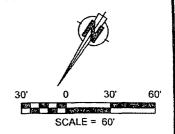
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

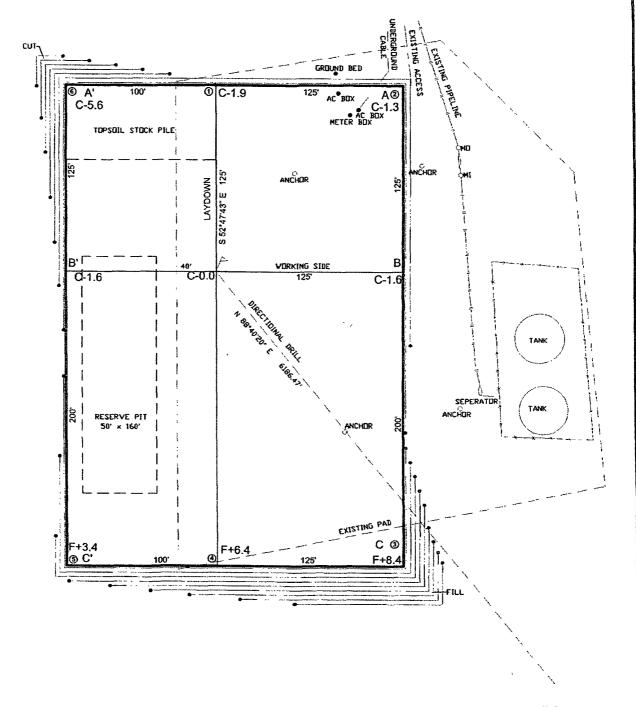


TUDE: 36.96369°N GITUDE: 107.43098°W DATUM: NAD 83

ENERGEN RESOURCES CORPORATION

32-5 UNIT #21
1840' FSL & 1565' FWL
LOCATED IN THE NE/4 SW/4 OF SECTION 23,
T32N, R6W, N.M.P.M.,
RIO ARRIBA COUNTY, NEW MEXICO
GROUND ELEVATION: 6340', NAVD 88
FINISHED PAD ELEVATION: 6339.6', NAVD 88





1 FOOT CONTOUR INTERVAL SHOWN

SCALE: 1" = 60' JOB No.: ERG183 DATE: 10/24/07



Russell Surveying 1409 W. Aztec Bivd. #2 Aztec, New Mexico 87410 (505) 334-8637

Temporary Pit Operations Plan:

The pit will be operated and maintained; to contain liquids and solids, to insure liner and secondary containment integrity, to aid in the prevention of contamination of fresh water sources, in order to protect public health and the environment. To attain this goal the following steps will be followed;

- 1) The fluids in the pit remaining after rig release will be vacuumed out and transported to active drilling locations to be reused or disposed of with Agua Moss LLC in the Pretty Lady #1 (Disposal API Number # 30-048-30922) within 30 days. Residual fluids after vacuuming will be allowed to evaporate.
- 2) No hazardous waste, miscellaneous solid waste or debris will be discharged into or stored in the pit. Only fluids or cuttings used or generated in the drilling process will be placed or stored in the pit.
- 3) The division district office will be notified within 48 hrs of the discovery of compromised liner integrity. Upon the discovery of the compromised liner repairs will be enacted immediately.
- 4) The division district office will be notified within 48 hrs of the discovery of compromised liner integrity below the fluid level unless more then 25 bbls is released in which case Rule 116's 24 hr notification will apply. All liquid above the damaged liner section will be removed to a level below the damage within 48 hrs and repairs will be enacted.
- 5) Precautionary measures will be taken to insure no liner damage is caused when adding or removing fluids and solids from the pit. This will be accomplished by gradually increasing the slope of the pit from negligible underneath the shale shakers to the 2:1 ratio required by 19.15.17.11 within five feet. A perforated pipe will be installed in the corner of the pit so that a vacuum hose can be run through it to remove fluids without damaging the liner.
- 6) Perimeter berms and ditches will be constructed around the exterior of the pit to prevent surface water run-on but the rig side may be left open to allow location drainage.
- 7) A oil absorbent boom will be maintained on site to remove oil from the pit's surface if necessary. Immediately on the cessation of drilling any accumulated oil will be removed from the surface of the pit.
- 8) A minimum of two feet of freeboard will be maintained at all times. Once fluid levels have the possibility of rising above the minimum freeboard fluid will be vacuumed out of the pit.
- 9) All of the above operations will be inspected and a log will be signed and dated. During drilling operations the inspection will be daily and after rig release they will be carried out weekly as log as there is fluid in the pit.

Temporary Pit Closure Plan:

The pit will be closed with in place burial. The surface owner will be notified by certified mail and the return receipt will be included in the closure packet. The OCD will be verbally or by other means notified at least 72 hours and not more then one week prior to the pit closing. The following process will be used to close the pit:

- 1) The contents will be solidified to a bearing capacity sufficient to support the final cover. This will be accomplished by mixing the contents with soil at a mixing ratio no greater then 3:1 soil to contents.
- 2) At time of closure, all free standing fluids will be removed and the liner will be cut off at the mudline.
- 3) Sampling will be done by collecting a minimum of a five-point composite sample of the contents after stabilization. The sample will be analyzed for the following components:

Ų	1	
Components	Tests Method	Limit (mg/Kg)
Benzene	EPA SW-846 8021B or 8260B	0.2
BTEX	EPA SW-846 8021B or 8260B	50
TPH	EPA SW-846 418.1	2500
GRO/DRO	EPA SW-846 8015M	500
Chlorides	EPA 300.1	1000

- 4) After demonstrating that the stabilized contents are under the limits listed above the contents will be covered with compacted non-waste containing earthen material to a minimum of three feet. If stabilized contents exceed a volume that can be covered with three feet of earth and a foot of topsoil the excess contents will be removed and sent to Envirotech (Permit NM-01-0011). If the stabilized contents do no meet the above stated limits the stabilized contents will all be hauled to Envirotech.
- 5) After the stabilized contents have been covered, the stockpiled topsoil will replaced to a minimum depth of one foot. Topsoil cover will be graded to prevent ponding of water and erosion of the cover material. This will be accomplished within six months of rig release.
- 6) The precise location of the on-site burial will be reported to the Aztec field office on the C-105 form. A dead notice identifying the exact location of the on-site burial will be filed with the county clerk.
- 7) The disturbed area will be seeded or planted the first growing season after closing the pit. Seed will be drilled on the contour whenever practical or by other division-approved methods. The being to obtain vegetative cover that equals 70% of the native 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. Cover will be maintained through two successive growing seasons. During the two growing seasons that prove viability there shall be no artificial irrigation of the vegetation. Seeding or planting will continue until the required cover is reached. If conditions are not favorable to establishment of vegetation due to periods of drought or similar problems then the Aztec office of the OCD will

- be notified. The Aztec office of the OCD will also be notified when the disturbed ground successfully achieves re-vegetation.
- 8) The final closure report (C-144) will be filled within 60 days of closure completion and include sampling results, plot plan, details on back filling, covering and inspections during the life of the pit.
- 9) Until the abandonment of the wells on the pad where the pit is located a steel marker no less then four inches in diameter will be cemented in a hole three feet deep in the center of the onsite burial. The top of this marker will be flush with the ground. Once all wells on the pad are abandoned a four foot tall riser will be welded on top of the marker with; operator name, lease name, well name and number, unit number, section, township and rage, and a designation that it is an onsite burial location

Justin Anchors

From: Justin Anchors

Sent: Wednesday, July 09, 2008 12:40 PM

To: 'bill_liess@blm.gov'
Subject: Temporary Pit Notice

Bill-

We are planning on building a temporary drilling reserve pit for the San Juan 32-5 Unit #21.

Thanks

Justin Anchors
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