<u>District 1</u> 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

☐ Alternative Method:

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.

Pit Closed I can System Relay Grade Tonk or

| Proposed Alternative Method Permit or Closure Plan Application | | | | | | | | |
|---|-------------------------------------|--|--|--|--|--|--|--|
| Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method | | | | | | | | |
| Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade | o tank or alternative reauest | | | | | | | |
| Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of sure environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental auth | rface water, ground water or the | | | | | | | |
| 1. | | | | | | | | |
| Operator: Williams Operating Co, LLC OGRID #: Address: PO Box 640 / 721 S Main Aztec, NM 87410 | 120782 DOIN OUG 12 'OS | | | | | | | |
| | | | | | | | | |
| Facility or well name: Rosa Unit 151B | | | | | | | | |
| API Number: 30-045-34252 OCD Permit Number: | | | | | | | | |
| U/L or Qtr/Qtr D Section 33 Township 32N Range 6W County: | | | | | | | | |
| Center of Proposed Design: Latitude 36.9401 Longitude -107.4712 Surface Owner: Federal ☐ State ☐ Private ☐ Tribal Trust or Indian Allotment | NAD: [_1927 🔀 1983 | | | | | | | |
| 2. | | | | | | | | |
| ☑ Pit: Subsection F or G of 19.15.17.11 NMAC | | | | | | | | |
| Temporary: Drilling Workover | | | | | | | | |
| Permanent Emergency Cavitation P&A | | | | | | | | |
| ☐ Lined ☐ Unlined Liner type: Thickness <u>20</u> mil ☑ LLDPE ☐ HDPE ☐ PVC ☐ Other | | | | | | | | |
| ☑ String-Reinforced | | | | | | | | |
| Liner Seams: Welded Factory Other Volume: 20,000 bbl Dimensions | s: L 140' x W 70' x D 12' | | | | | | | |
| 3. Closed-loop System: Subsection H of 19.15.17.11 NMAC | , | | | | | | | |
| Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior | r approval of a permit or notice of | | | | | | | |
| intent) Drying Pad Above Ground Steel Tanks Haul-off Bins Other | | | | | | | | |
| Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other | | | | | | | | |
| Liner Seams: Welded Factory Other | | | | | | | | |
| 4. | | | | | | | | |
| Below-grade tank: Subsection 1 of 19.15.17.11 NMAC | | | | | | | | |
| Volume:bbl Type of fluid: | | | | | | | | |
| Tank Construction material: Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off | , | | | | | | | |
| - - · · | | | | | | | | |
| ☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other | | | | | | | | |
| Liner type: Thicknessmil | | | | | | | | |

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

| Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, 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) | |
| 8. | |
| Signs: Subsection C of 19.15.17.11 NMAC ☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers ☐ Signed in compliance with 19.15.3.103 NMAC | 7 |
| 9. | |
| Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. | office for |
| 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. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate of the Santa Fe Environmental Bureau office for consideration of a Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dry above-grade tanks associated with a closed-loop system. | opriate district approval. |
| Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes ☒ No |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ⊠ No |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | ☐ Yes ☑ No ☐ NA |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | ☐ Yes ☐ No ☑ NA |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | ☐ Yes ☒ No |
| Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality | ☐ Yes ⊠ No |
| Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ⊠ No |
| Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes ☑ No |
| Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map | ☐ Yes 🖾 No |
| Within a 100-year floodplain FEMA map | ☐ Yes ⊠ No |

| Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. |
|--|
| ☐ Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC ☐ Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC |
| Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC |
| Previously Approved Design (attach copy of design) API Number: or Permit Number: |
| 12. Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. |
| Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC |
| Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC |
| Previously Approved Design (attach copy of design) API Number: |
| Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use |
| above ground steel tanks or haul-off bins and propose to implement waste removal for closure) |
| 13. 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 Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC |
| Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan. |
| Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative |
| Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only) |
| On-site Closure Method (Only for temporary pits and closed-loop systems) |
| ✓ In-place Burial ☐ On-site Trench Burial ☐ Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration) |
| 15. Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC |

| 16. Waste Removal Closure For Closed-loop Systems That Utilize Above Ground | Steel Tanks on Houl off Pine Only (10.15.17.12.F | NMAC) |
|--|--|----------------------|
| Instructions: Please indentify the facility or facilities for the disposal of liquids, facilities are required. | | |
| Disposal Facility Name: | Disposal Facility Permit Number: | |
| Disposal Facility Name: | Disposal Facility Permit Number: | |
| Will any of the proposed closed-loop system operations and associated activities of ☐ Yes (If yes, please provide the information below) ☐ No | ecur on or in areas that will not be used for future serv | vice and operations? |
| Required for impacted areas which will not be used for future service and operatio Soil Backfill and Cover Design Specifications based upon the appropriate Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsect | requirements of Subsection H of 19.15.17.13 NMAC 1 of 19.15.17.13 NMAC | |
| 17. Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the provided below. Requests regarding changes to certain siting criteria may require considered an exception which must be submitted to the Santa Fe Environmental demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC. | e administrative approval from the appropriate disti Bureau office for consideration of approval. Justi | ict office or may be |
| Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Database State State Engineer - iWATERS database search; USGS; Database State Stat | a 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 | a 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 | a obtained from nearby wells | ☐ Yes ☑ No ☐ NA |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other sig lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | nificant watercourse or lakebed, sinkhole, or playa | ☐ Yes ☒ No |
| Within 300 feet from a permanent residence, school, hospital, institution, or church - Visual inspection (certification) of the proposed site; Aerial photo; Satellite | | ☐ Yes ☒ No |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or so - NM Office of the State Engineer - iWATERS database; Visual inspection (| pring, in existence at the time of initial application. | ☐ Yes ☑ No |
| Within incorporated municipal boundaries or within a defined municipal fresh water adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approve | • | ☐ Yes ☑ No |
| Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visua | al inspection (certification) of the proposed site | ☐ Yes ☒ No |
| Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining | and Mineral Division | ☐ Yes ⊠ No |
| Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology Society; Topographic map | / & Mineral Resources; USGS; NM Geological | ☐ Yes ☑ No |
| Within a 100-year floodplain FEMA map | , | ☐ Yes ⊠ No |
| 18. On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of th by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Protocols and Procedures - based upon the appropriate requirements of 19.15 Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Disposal Facility Name and Permit Number (for liquids, drilling fluids and down Soil Cover Design - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection | uirements of 19.15.17.10 NMAC Subsection F of 19.15.17.13 NMAC propriate requirements of 19.15.17.11 NMAC ad) - based upon the appropriate requirements of 19.15.17.13 NMAC uirements of Subsection F of 19.15.17.13 NMAC Subsection F of 19.15.17.13 NMAC rill cuttings or in case on-site closure standards cannot of 19.15.17.13 NMAC I of 19.15.17.13 NMAC | 5.17.11 NMAC |

| 19. Operator Application Certification: | |
|---|---|
| I hereby certify that the information submitted with this application is true, accura | te and complete to the best of my knowledge and belief. |
| Name (Print): Michael K. Lane | Title: Sr. EH & S Specialist |
| | Date: 6/11/08 |
| e-mail address: myke.lane@williams.com | Telephone: 505-634-4219 |
| | |
| OCD Approval: Permit Application (including closure plan) Closure Pla | · • · · · · |
| OCD Representative Signature: Branglon Oell | Approval Date: 8-21-08 |
| Title: Enviro / spec | OCD Permit Number: |
| Closure Report (required within 60 days of closure completion): Subsection Instructions: Operators are required to obtain an approved closure plan prior to The closure report is required to be submitted to the division within 60 days of the section of the form until an approved closure plan has been obtained and the clo | implementing any closure activities and submitting the closure report. e completion of the closure activities. Please do not complete this |
| 22. | |
| Closure Method: Waste Excavation and Removal On-Site Closure Method Alternat If different from approved plan, please explain. | rive Closure Method |
| 23. Closure Report Regarding Waste Removal Closure For Closed-loop Systems Instructions: Please indentify the facility or facilities for where the liquids, drill two facilities were utilized. | |
| Disposal Facility Name: | Disposal Facility Permit Number: |
| Disposal Facility Name: | Disposal Facility Permit Number: |
| Were the closed-loop system operations and associated activities performed on or Yes (If yes, please demonstrate compliance to the items below) No | in areas that will not be used for future service and operations? |
| Required for impacted areas which will not be used for future service and operation Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique | ons: |
| | |
| Closure Report Attachment Checklist: Instructions: Each of the following ite mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division) Proof of Deed Notice (required for on-site closure) Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable) Waste Material Sampling Analytical Results (required for on-site closure) Disposal Facility Name and Permit Number Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique | ms must be attached to the closure report. Please indicate, by a check |
| Site Reclamation (Photo Documentation) On-site Closure Location: LatitudeLongitu | ıde NAD: □1927 □ 1983 |
| 25. Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure rebelief. 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 ents and conditions specified in the approved closure plan. |
| Name (Print): | Title: |
| Signature: | Date: |
| | |

District I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer DD. Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV PO Box 2088, Santa Fe, NM B7504-2088 State of New Mexico
Energy. Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

MENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| ¹ API Number | RDE | | | | |
|-------------------------|---------------------------------------|---------|--------------------|--|--|
| 'Property Code 17033 | Property Name ROSA UNIT | | | | |
| 'OGRID No. 120782 | "Operator Name WILLIAMS PRODUCTION | COMPANY | *Elevation 6456 | | |

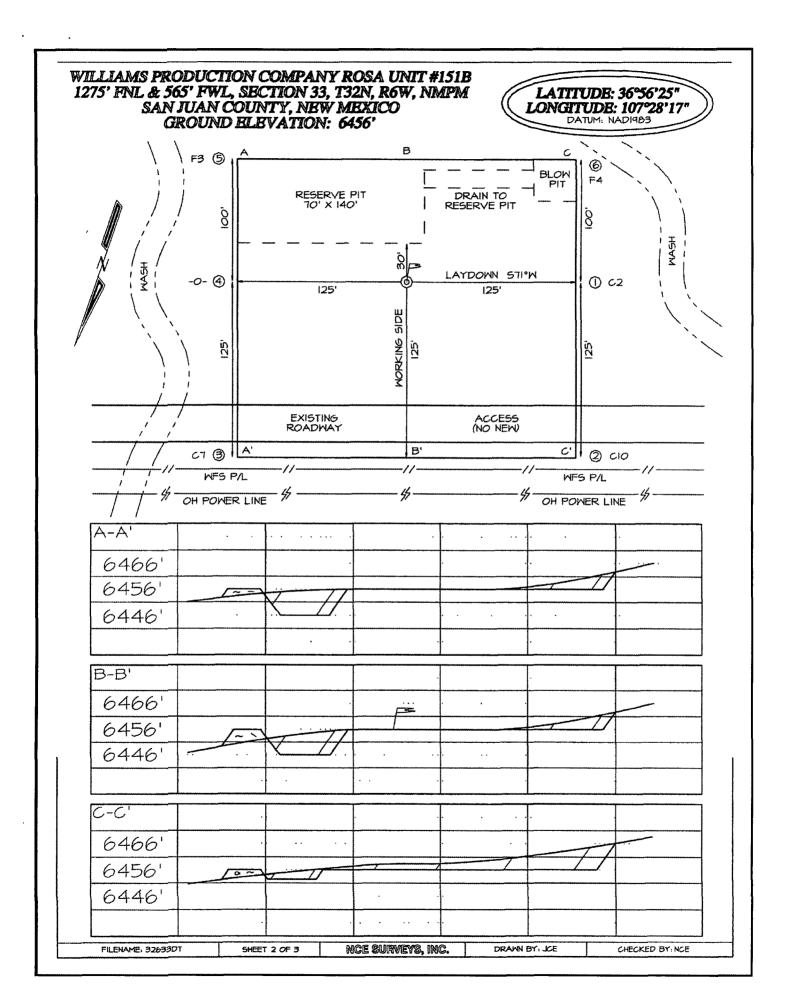
¹⁰ Surface Location

U. or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/Mest line

| | D | 33 | 32N | 6W | | 1275 | NORTH | 565 | WEST | SAN JUAN |
|--|---------------|---------|----------|-------|---------|-------------------------------|----------------------------------|-------------------------|----------------|---|
| ¹¹ Bottom Hole Location If Di | | | | | | | | From Surf | ace | |
| | UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| | | | | | | | | | | |
| | | | | | | ¹³ Joint or Infill | ¹⁴ Consolidation Code | ⁵⁵ Order No. | I | *************************************** |
| 320.0 Acres - (W/2) | | | | | (/2) | ì | } | i | | 1 |

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

| 1 | 16 537 | 29.50' | |
|---------|--|----------|--|
| | 1275' | | 17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief |
| 0.20 | 565' | | Signature Printed Name |
| 2620 | LAT: 36.94016 N LONG: 107.47136 W DATUM: NAD1983 | | Title |
| | | . 7 | Date 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field |
| | | 33 | shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Survey Date: OCTOBER 20, 2005 |
| | LEASE SF-018112 | | Signature and Seal of Professional Surveyor C. EDWARE RECH MEXICO |
| 2652.54 | | | THE STORESTON |
| | 2630.76 | 2763.421 | JASON C. EDWARDS Certificate Number 15269 |



Hydrogeological Report Williams Production Company, LLC Rosa Unit #151B

Regional Hydrological Context

Referenced Well Location:

The proposed well is located in San Juan County, New Mexico on Bureau of Land Management land managed by the Farmington Field Office (FFO). The FFO management region is located in the northeastern portion of the San Juan Basin, an asymetrical syncline that extends from northwestern New Mexico into southwestern Colorado (Carson National Forest DEIS, 2007). Elevation of the proposed well is approximately 6456 feet MSL.

General Regional Groundwater Description:

As a portion of the San Juan Basin, the Farmington Field Office (FFO) is underlain by sandstone aquifers of the Colorado Plateau. The primary aquifer of potential concern at this location is the Unita-Animas Aquifer, composed primarily of Lower Tertiary rocks in the San Juan Basin. The aquifer consists of the San Jose Formation; the underlying Animas formation and its lateral equivalent, the Nacimiento formation; and the Ojo Alamo Sandstone. The thickness of the Unita-Animas aquifer generally increases toward the central part of the basin. In this region, the maximum thickness of the aquifer is approximately 3500 feet (USGS, 2001). This aguifer contains fresh to moderately saline water.

Groundwater generally flows toward the San Juan River and it tributaries, where it becomes alluvial groundwater or is discharged to stream flow. Additional information regarding the hydrogeologic setting can be found in the provided references.

Site Specific Information:

Surface Hydrology: The site is located within the lower elevations of a southeastern-

> facing slope, west of an ephemeral wash that drains into Cottonwood Canyon. The ephemeral drainage is located over

200 feet from the center of the proposed reserve pit.

1st Water Bearing Formation:

San Jose, Tertiary **Formation Thickness:** Approximately 1,900 ft. **Underlying Formation:** Nacimiento, Tertiary

Depth to Groundwater: Depth to groundwater is estimated at 50-100 feet. The nearest

> listed iWATER wells for which water depth was recorded were SJ—03685 (approximately two miles southwest, water depth 310 feet), SJ-03055, (approximately two miles northwest, water depth 100 feet), and SJ-03420, (over two miles northwest, water depth 60 feet). Cathodic well data from this section shows depth to moisture at 80 feet (Rosa 117) and 190 feet (Rosa 151).

References:

Allen, Erin, Undated, Colorado Plateau Aguifers. http://academic.emporia.edu/schulmem/hydro/TERM%20PROJECTS/2007/Allen/Aquifer.html.

New Mexico Office of the State Engineer.

United States Department of Agriculture, Forest Service. 2007. Draft Environmental Impact Statement for Surface Management of Gas Leasing and Development. Jicarilla Ranger District, Carson National Forest, Rio Arriba County, New Mexico.

United States Department of the Interior. Bureau of Land Management. 2003. Final Farmington Resource Management Plan and Final Environmental Impact Statement. Farmington Field Office, Farmington, New Mexico.

United States Geological Survey. 2001. Ground Water Atlas of the United States: Arizona, Colorado, New Mexico and Utah. USGS Publication HA 730-C; http://capp.water.usgs.gov.

New Mexico Office of the State Engineer POD Reports and Downloads

| Township: 32N Range: 06W Sections: |
|---|
| NAD27 X: Y: Zone: Search Radius: |
| County: Number: Suffix: |
| Owner Name: (First) C Non-Domestic Domestic All |

POD / Surface Data ReportAvg Depth to Water ReportWater Column Report

WATER COLUMN REPORT 08/05/2008

| | (quarter | | | | | | | • | | Depth | Depth |
|-----------------|----------|-----|-----|---|---|---|------|--------|---------|-------|-------|
| Water (in feet) | | | | | | | | | | | |
| POD Number | Tws | Rng | Sec | đ | q | q | Zone | X | Y | Well | Water |
| Column | | | | | | | | | | | |
| SJ 03775 POD1 | 32N | 06W | 8 0 | 1 | 3 | 3 | | 282326 | 2181933 | 260 | 200 |
| 60 | | | | | | | | | | | |
| SJ 03302 | 32N | 06W | 8 0 | 1 | 3 | 4 | | | | 250 | |
| SJ 03135 | 32N | 06W | 09 | 3 | 1 | 1 | | | | 200 | |
| SJ 01957 | 32N | 06W | 10 | 2 | 2 | 3 | | | | 280 | 280 |
| SJ 01949 | 32N | 06W | 10 | 2 | 2 | 3 | | | | 300 | 260 |
| 40 | | | | | | | | | | | • |
| SJ 02711 | 32N | 06W | 11 | 3 | 1 | 3 | | | | 200 | 120 |
| 80 | | | | | | | | | | | |
| SJ 03420 | 32N | 06W | 19 | 4 | 2 | | | | | 415 | 60 |
| 355 | | | | | | | | | | | |
| SJ 03055 | 32N | 06W | 20 | 1 | 2 | 2 | | | | 290 | 100 |
| 190 | | | | | | | | | | | |

Record Count: 8

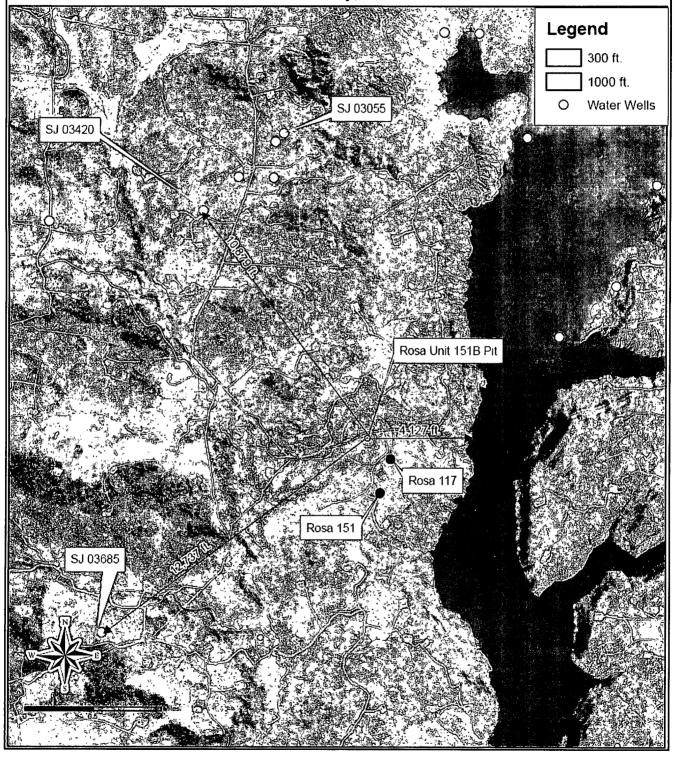
New Mexico Office of the State Engineer POD Reports and Downloads

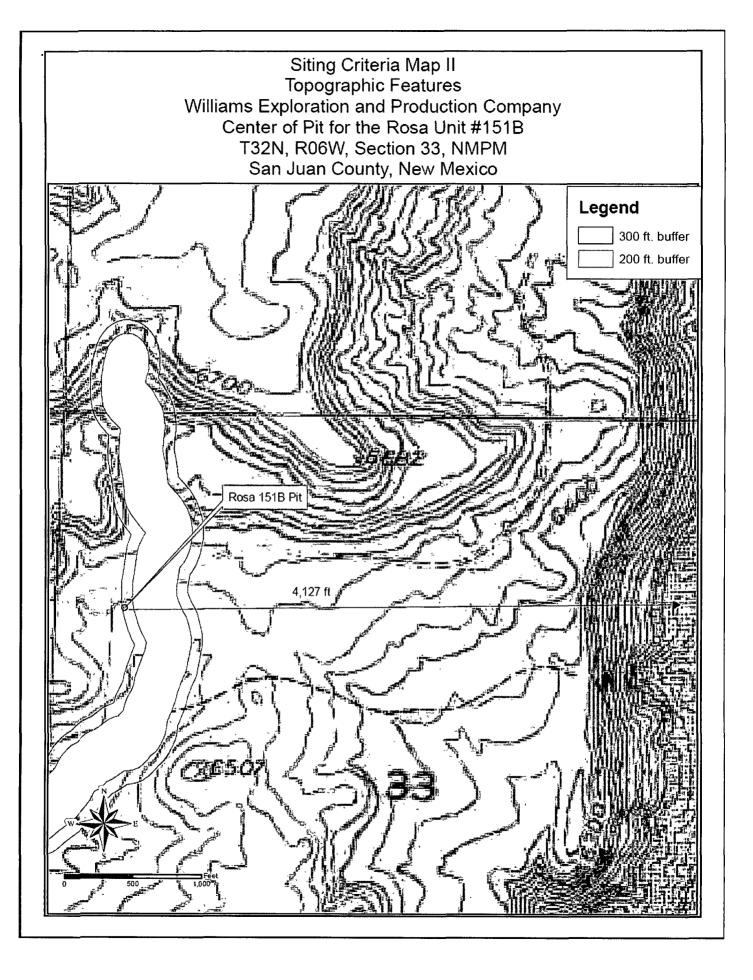
| Township: | 31N Ra | o6V | y Sec | tions: | | | | |
|----------------------------|---------|------------|----------|---------------|-------------|------------|----------|----------------|
| NAD27 X: | | | Zone | 2: | Sear | ch Radius: | | |
| County: | | lasin: | | | <u>[</u> | Number: | S | uffix: |
| Owner Name: (First) | | (Last) | | | Non-Do | | Domestic | . ⊙ All |
| POD / Surf | ace Dat | a ReportAv | g Depti | h to Water Re | portWater C | olumn Repo | rt | |
| | | | W | ATER COLUM | MN REPORT | 08/05/2 | 800 | |
| _ | arter | | | =NE 3=SW 4 | - | | Depth | |
| POD Number | Tws | Rng Sec | g q | q Zone | X | Y | Well | Water |
| Column SJ 03685 POD1 150 | 31N | 06W 07 | 1 2 | 4 | | | 460 | 310 |
| 9.T 00011 | 21N | 06W 22 | | | | | 610 | |

Record Count: 2

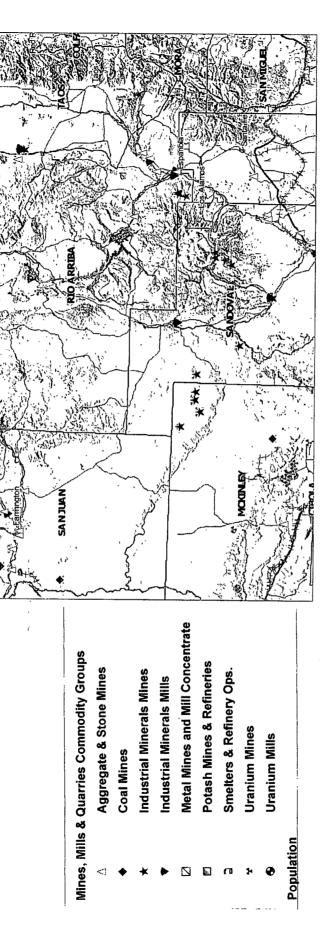
| New Gas Well | Cathodic Reference Gas Well | API | | Location | l | Depth to Moisture | Elev | |
|-----------------|-----------------------------|------------|-----|----------|-----|----------------------|------|--|
| 151B | 117 | 3004526046 | 32N | 06W | 33D | 80 | 6474 | |
| 1316 | 151 | 3004529267 | 32N | 06W | 33C | 190 | 6458 | |

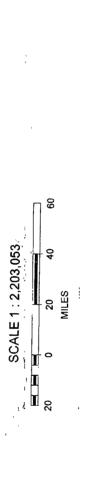
Siting Criteria Map I Existing Known Water Wells and Springs Williams Exploration and Production Company Center of Pit for the Rosa Unit #151B T32N, R06W, Section 33, NMPM San Juan County, New Mexico





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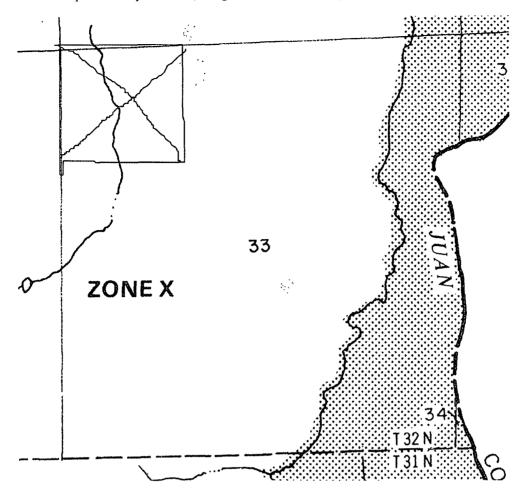


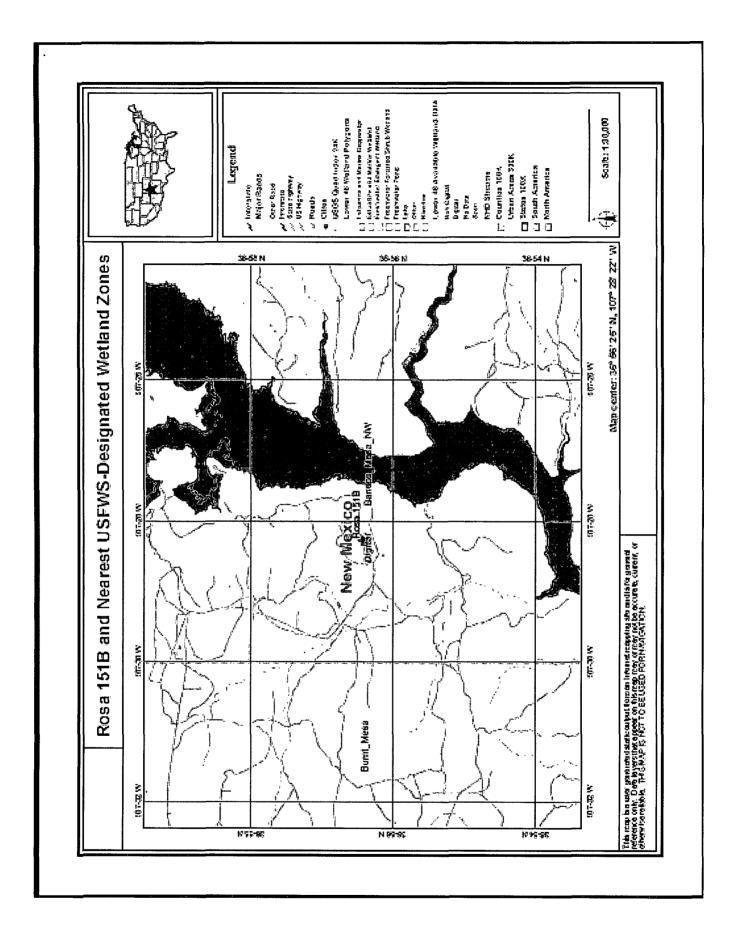
FEMA Map - 100-Year Floodplain:

According to FEMA records, this site is not located in a 100-year floodplain (see attached FEMA map).

Siting Criteria Compliance Demonstrations:

The Rosa Unit #151B well is not located in an unstable area. The location is not situated over a mine or a steep slope. Excavated pit material will not be located within 300 feet of a continuously flowing water course or within 200 feet of any other significant water course, lakebed, sinkhole, or playa lake (see Siting Criteria Map II). The site is not within 500 feet of any reported riparian areas or wetlands (see attached USFWS wetland map); within 500 feet of any private, domestic fresh water well or spring; or within 1000 feet of any other fresh water well or spring (see Siting Criteria Map I). The pit will not be within any incorporated municipal boundaries or defined municipal freshwater well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. The location of the proposed pit is not within 300 feet of any permanent residence, school, hospital, institution, or church.





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

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

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general in-place closure requirements of temporary pits on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard procedure for all temporary pits to be utilized for the drilling, completion and/or workovers of oil and gas wells operated by WPX. For those temporary pits which do not conform to this standard closure plan, a separate well/pit specific closure plan will be developed and utilized.

All closure activities will include proper documentation and will be submitted to OCD within 60 days of the pit closure on a Closure Report using Division Form C-144. The Report will include the following:

- Details on Capping and Covering, where applicable
- Plot Plan (Pit Diagram)
- Inspection reports
- Sampling Results
- Division Form C-105: WELL COMPLETION OR RECOMPLETION REPORT AND LOG
- Copy of Deed Notice filed with the County Clerk (format to meet County requirements)

General Plan Requirements:

- 1. All free standing liquids will be removed from the pit at the start of the closure process. Liquids will be removed in a manner that the appropriate District Office approves including; recycled, reused, reclaimed, evaporated, and/or disposed of in a Division-approved facility.
- 2. The preferred method of closure for all temporary pits will be on-site closure by in-place burial, provided all the criteria in 19.15.17.13.B are met.
- 3. The surface owner shall be notified of WPX's proposed clclosure plan using a means that provides proof of notice (i.e. certified mail/retrun receipt requested)
- 4. Within six months of the "rig-off" status occurring WPX will ensure that the temporary pit is covered, recontoured and reseeding in progress.
- 5. Notice of Closure will be given to the Aztec District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the following:
 - a. Operators Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)
- 6. The pit liner shall be removed above "mud level" after stabilization. Removal of the liner will consist of manually or mechanically cutting the liner at the mud level and removing all remaining liner. Care will be taken to remove "all" of the liner (I.e. anchored material). All excessive liner will be disposed of at a licensed disposal facility (probably San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426).
- 7. Solidification of the remaining pit contents shall be achieved by mixing non-waste containing, earthen material. The solidification process will be accomplished use a combination of natural drying and mechanical mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed safe and stable. The mixing ratio shall not exceed 3 parts non-waste to 1 part pit contents.

8. A five-point composite sample will be taken of the pit using sampling tools and all samples tested per 19.15.17.13(B)(1)(b) NMAC. In the event that the criteria are not met (See Table 1), all contents will be handled per 19.15.17.13(B)(1)(a) (i.e. dig and haul to a Division-approved facility). Approval to haul

will be requested of the Aztec District office prior to initiation.

Table 1: Closure Criteria for Temporary Pits in Non-sensitive Areas with Groundwater Between 50-100 bgs.

| Components | Testing Methods | Closure Limits (mg/Kg) |
|------------|--|------------------------|
| Benzene | EPA SW-846 Method 8021B or 8260B | 0.2 |
| BTEX | EPA SW-846 Method 8021B or 8260B | 50 |
| TPH | EPA SW-846 Method 8015 M(Full Range)* or Method 418.1 | 2500 |
| GRO/DRO | EPA SW-846 Method 8015M (GRO/DRO) | 500 |
| Chlorides | EPA SW-846 Method 300.1 | 500 |

^{*} Preferred method

- 9. Upon completion of solidification and testing, the pit area will be backfilled with non-waste earthen material compacted to native conditions to enable effective revegetation for successful evapotranspiration. A minimum of four feet of cover including replacement of one foot of suitable material to establish vegetation, or the background thickness of topsoil, whichever is greater.
- 10. Following cover, the site will be recontoured to meet the Surface Management Agency or surface owner requirements. Re-contouring will attempt to match fit, shape, line form, and texture of the surrounding geography. Re-shaping will include drainage control, prevent ponding, and minimize erosion. Natural drainages will be unimpeded and stormwater Best Management Practices (BMPs) will be used to aid in soil stabilization and protection surface water quality.
- 11. Notification will be sent to the Aztec District office when the reclaimed area is seeded.
- 12. WPX shall seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: WPX assumes the seeding stipulations including mix and seeding methods specified by the Surface Management Agency (BLM, BOR, USFS, Tribal, etc.) or Land owner as part of a surface use agreement or APD are Division-approved methods unless notified by the Division of their unacceptability.
- 13. The temporary pit will be located with a steel marker, no less than four inches in diameter, cemented in a hole three feet deep in the center of the on site burial upon the abandonment of all wells on the pad. The marker will be flush with the ground to allow access of the active well pad and for safety concerns. The marker will include a threaded collar to be used for future abandonment. The top of the marker will contain a welded steel 12" square plate that indicates the on site burial of the temporary pit. The plate will be easily removable and a four-foot tall riser will be threaded into the top of the collar marker and welded around the base with the operations information at the time of all wells on the pad abandoned. The information will include Operator Name, Lease Name, Well Name, and number, USTR, and an indicator that the marker is an onsite pit burial location.

Lane, Myke (E&P)

From: Lane, Myke (E&P)

Sent: Monday, August 11, 2008 9:09 AM

To: Mark Kelly (Mark_Kelly@nm.blm.gov)

Cc: Higgins, Larry (E&P); Brandon Powell (bpowell@state.nm.us)

Subject: Notice to Surface Owner - Rosa 151B Temporary Pit Closure

Mark:

This correspondence is to notify the BLM-Farmington Field Office that Williams Production is planning to close the temporary pit associated with the drilling and completion of the reference well on-site. The planned closure is consistent with the Surface Use Plan submitted with Williams APD, approved earlier.

This notice is to comply with the NMOCD Pit Rule 19.15.17 NMAC requirement to notify surface owners of the operator's intended closure method. If site conditions do not allow Williams to close in-place, we will provide your office with prior notice should the BLM have any concerns.

Please contact us if there are any questions or additional information is required.

Michael K. (Myke) Lane, PE EH&S Team Leader - San Juan Basin Operations 721 S. Main/PO Box 640, Aztec, NM 87410 (505) 634-4219(off); -4205(fax); 330-3198(cell)

"The problems we face cannot be resolved at the same level of thinking as that which gave rise to them!"---shared with me by Brent Hale