District 1

1625 N French Dr , Hobbs, NM 88240

District II

1301 W Grand Ave , Artesia, NM 88210

District III

 $1000\ Rio\ Brazos\ Rd$, 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 sytems, and below-grade tanks, submit to the appropriate NMOCD District Office

Form C-144

July 21, 2008

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

<u>Pit, Closed-Loop System, Below-Grade Tank, or</u> <u>Proposed Alternative Method Permit or Closure Plan Application</u>

| Type of action: X Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method |
|--|
| Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request Please be advised that approval of this request does not relieve the operator of 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 |
| 1 Operator: Burlington Resources Oil & Gas Company, LP OGRID#: 14538 Address: PO Box 4289, Farmington, NM 87499 Facility or well name: San Juan 28-6 Uni 138N |
| API Number: 30-039-305 3 COD Permit Number: U/L or Qtr/Qtr: H(SENE) Section: 23 Township: 28N Range: 6W County: Rio Arriba Center of Proposed Design: Latitude: 36.647829' N Longitude: 107.429268' W NAD: 1927 X 1983 Surface Owner: Federal State X Private Tribal Trust or Indian Allotment |
| X Pit: Subsection F or G of 19.15.17.11 NMAC Temporary |
| 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 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 PVD Other Liner Seams: Welded Factory Other |
| X Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 120 bbl Type of fluid: Produced Water Tank Construction material: Metal Secondary containment with leak detection X Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off Visible sidewalls and liner Visible sidewalls only Other |
| Liner Type: Thickness 45 mil HDPE PVC X Other LLDPE 5 Alternative Method: |

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

| 6 Fencing: Subsection D of 19.15 17.11 NMAC (Applies to permanent pit, 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, hospital, institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet | | | | | | | | |
| Four foot height, four strands of barbed wire evenly spaced between one and four feet X Alternate. Please specify 4' hogwire fence with a single strand of barbed wire on top. | | | | | | | | |
| | | | | | | | | |
| Netting: Subsection E of 19 15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) | | | | | | | | |
| X Screen Netting Other | | ì | | | | | | |
| 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 | | 1 | | | | | | |
| X Signed in compliance with 19.15.3 103 NMAC | | | | | | | | |
| 9 | | | | | | | | |
| Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. | | | | | | | | |
| Please check a box if one or more of the following is requested, if not leave blank: | | Į | | | | | | |
| | | | | | | | | |
| Administrative approval(s) Requests must be submitted to the appropriate division district of the Santa Fe Environmental Bureau office for cons | ideration of ap | proval. | | | | | | |
| Exception(s) Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. | | | | | | | | |
| | | | | | | | | |
| Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of 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. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above grade-tanks associated with a closed-loop system. | | | | | | | | |
| 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 | XNo | | | | | | |
| 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 | XNo | | | | | | |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. | Yes | XNo | | | | | | |
| (Applies to temporary, emergency, or cavitation pits and below-grade tanks) | ∏NA | | | | | | | |
| - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | | | | | | | | |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. | Yes | No | | | | | | |
| (Applied to permanent pits) | XNA | | | | | | | |
| - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | | ₩. | | | | | | |
| Within 500 horizonal 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. | Yes | XNo | | | | | | |
| - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | : | | | | | | | |
| 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 | Yes | XNo | | | | | | |
| Written confirmation or verification from the municipality; Written approval obtained from the municipality Within 500 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | Yes | XNo | | | | | | |
| Within the area overlying a subsurface mine. | Yes | XNo | | | | | | |
| Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division Within an unstable area. | Yes | X No | | | | | | |
| - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society, Topographic map | | | | | | | | |
| Within a 100-year floodplain - FEMA map | Yes | XNo | | | | | | |

Form C-144 Oil Conservation Division Page 2 of 5

| Temporary Pits, Emergency Pits and Below-grade Tanks Permit Application Attachment Checklist: 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 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 Querating 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 or Permit |
|---|
| Closed-loop Systems Permit Application Attachment Checklist: 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 Previously Approved Operating and Maintenance Plan API |
| 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 (I) 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 Lieak 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 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 |
| 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: X Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative Proposed Closure Method. X Waste Excavation and Removal (Below-Grade Tank) Waste Removal (Closed-loop systems only) X On-site Closure Method (only for temporary pits and closed-loop systems) X In-place Burial On-site Trench Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration) |
| Waste Excavation and Removal Closure Plan Checklist: (19 15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. X 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 |

Form C-144 Oil Conservation Division Page 3 of 5

| 16 Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19 15.17.13.D NMAC Instructions. Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than tw |) o tacilities | | | | | | | | |
|--|-----------------------------|--|--|--|--|--|--|--|--|
| are required. | | | | | | | | | |
| Disposal Facility Name. Disposal Facility Permit #- | | | | | | | | | |
| Disposal Facility Name Disposal Facility Permit #: | | | | | | | | | |
| Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations? Yes (If yes, please provide the information No | | | | | | | | | |
| Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specification - based upon the appropriate requirements of Subsection H of 19.15.17.13 NM 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 | 1AC | | | | | | | | |
| 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 source material are provided le certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to 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 XNo | | | | | | | | |
| Ground water is between 50 and 100 feet below the bottom of the buried waste | Yes X No | | | | | | | | |
| - NM Office of the State Engineer - tWATERS database search; USGS; Data obtained from nearby wells | N/A | | | | | | | | |
| Ground water is more than 100 feet below the bottom of the buried waste | X Yes No | | | | | | | | |
| - NM Office of the State Engineer - tWATERS database search; USGS, Data obtained from nearby wells | N/A □ | | | | | | | | |
| 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). | Yes X No | | | | | | | | |
| - Topographic map; Visual inspection (certification) of the proposed site | | | | | | | | | |
| 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 X 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 fee of any other fresh water well or spring, in existence at the time of the initial application. - NM Office of the State Engineer - iWATERS database, Visual inspection (certification) of the proposed site Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted | Yes XNo | | | | | | | | |
| pursuant to NMSA 1978, Section 3-27-3, as amended - Written confirmation or verification from the municipality; Written approval obtained from the municipality | | | | | | | | | |
| Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map; Topographic map: Visual inspection (certification) of the proposed site | Yes XNo | | | | | | | | |
| Within the area overlying a subsurface mine. - Written confirantion or verification or map from the NM EMNRD-Mining and Mineral Division | Yes XNo | | | | | | | | |
| Within an unstable area Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; | Yes XNo | | | | | | | | |
| Topographic map Within a 100-year floodplain FEMA map | Yes X No | | | | | | | | |
| On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must bee attached to the cloby a check mark in the box, that the documents are attached. | sure plan. Please indicate, | | | | | | | | |
| X 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/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19 15.17.11 NMAC | | | | | | | | | |
| Construction/Design Plan of Temporary Pit (for in place burial of a drying pad) - based upon the appropriate requirements of X Protocols and Procedures - based upon the appropriate requirements of 19.15 17.13 NMAC | f 19.15.17 11 NMAC | | | | | | | | |
| Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMA | .c | | | | | | | | |
| X Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC | | | | | | | | | |
| X Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards | cannot be achieved) | | | | | | | | |
| X Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC | | | | | | | | | |
| X 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 | | | | | | | | | |

| 19 Operator Application | Cartification | - | | |
|---|---|---|---|-----------------------------------|
| | nformation submitted with this application is true, a | accurate and complete to the | pest of my knowledge and belief. | |
| Name (Print): | Crystal Tafoya | Title: | Regulatory Technician | |
| Signature: | Constal Talous | Date | 10/8/08 | |
| e-mail address: | crystal tatoya@conocophilips.com | Telephone. | £05-326-9837 | |
| | | | | |
| 20 OCD Approval: | Permit Application (including closure plan) | Closure Plan (only) | OCD Conditions (see attachr | nent) |
| OCD Representative | | | | · · |
| _ | Signature: Brandon | Towell _ | Approval Date: | 10-30-08 |
| Title: | inviro/spec | OCD Perm | it Number: | |
| Instructions: Operators a report is required to be si | ired within 60 days of closure completion): tre required to obtain an approved closure plan pri ubmitted to the division within 60 days of the comp is been obtained and the closure activities have bee | or to implementing any closu detion of the closure activities en completed. | re activities and submitting the closur | |
| 22 | | | | |
| Closure Method: | | _ | | |
| Waste Excavation | — | Alternative Closure | Method Waste Removal (Close | ed-loop systems only) |
| If different from a | approved plan, please explain. | | | |
| | ing Waste Removal Closure For Closed-loop Sys | | | |
| were utilized. | | | | |
| Disposal Facility Nam | | Disposal Facility | | |
| Disposal Facility Nam | | Disposal Facility | | ione? |
| · — · | system operations and associated activities perform e demonstrate complilane to the items below) | No | oe used for future service and opeart | IOHS / |
| | l areas which will not be used for future service an (Photo Documentation) | d operations: | | |
| = | and Cover Installation | | | |
| Re-vegetation Ap | plication Rates and Seeding Technique | | | |
| the box, that the docu | tachment Checklist: Instructions: Each of the ments are attached. Notice (surface owner and division) | following items must be atta | ched to the closure report. Please ind | licate, by a check mark in |
| 🗎 | Notice (required for on-site closure) | | | |
| = | n-site closures and temporary pits) | | | |
| l ≡ | ampling Analytical Results (if applicable) | | | |
| | Sampling Analytical Results (if applicable) | | | |
| ſ <u>≔</u> ' | y Name and Permit Number and Cover Installation | | | |
| <u> </u> | and Cover installation pplication Rates and Seeding Technique | | | |
| \ \ | n (Photo Documentation) | | | |
| On-site Closure | · · | Longitude: | NAD [] 192 | 27 🔲 1983 |
| | | | | |
| | rtification: nformation and attachments submitted with this clo all applicable closure requirements and condition | - | ind complete to the best of my knowled | dge and belief I also cerufy that |
| Name (Print) | | Title | | |
| Signature - | | Date: | | |
| e-mail address. | | Telephone. | | |

New Mexico Office of the State Engineer POD Reports and Downloads

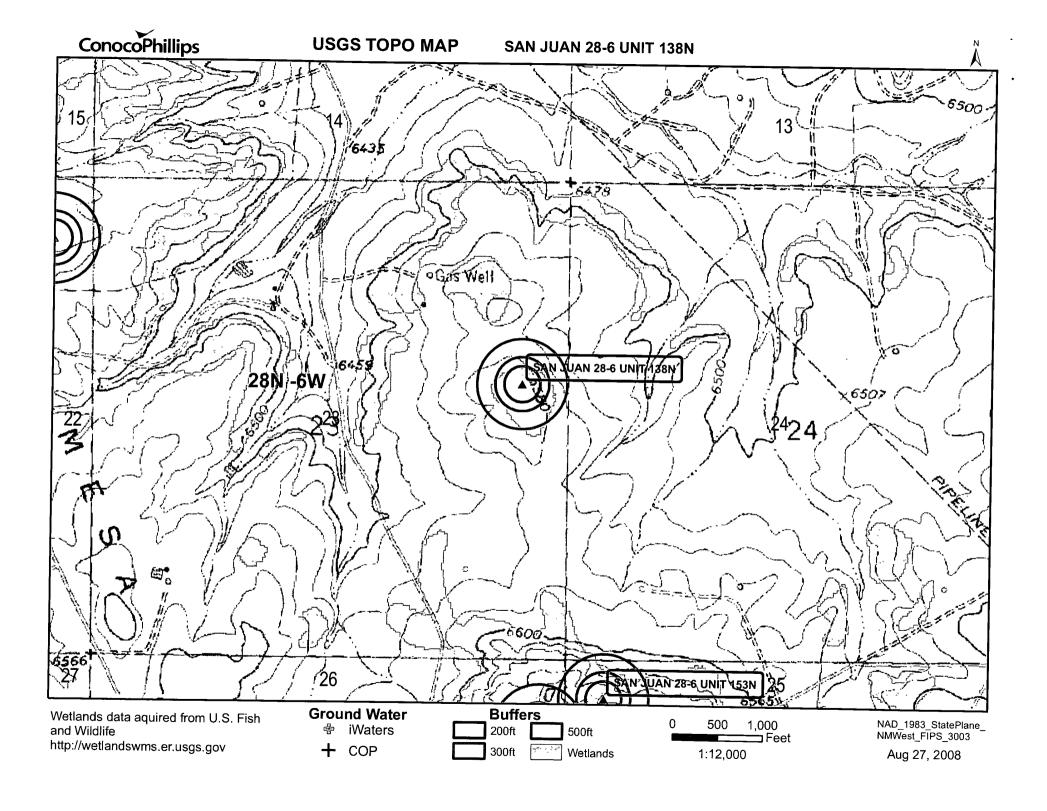
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| NAD27 X: | Y: | Zone: | | Search Radius: | ļ | | | |
| County: | Basin: | | | Number: | Suffix: | | | |
| Owner Name: (First) | (Las | st) ost) | | O Non-Domestic | ODomestic | | | |
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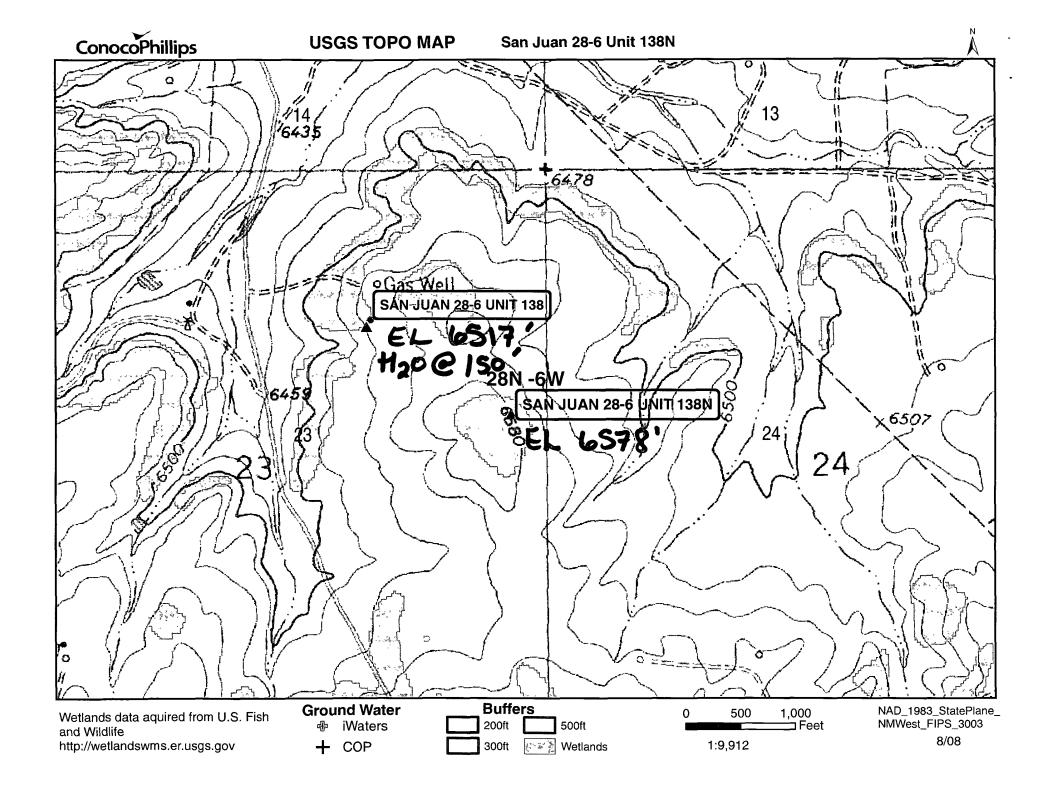
WATER COLUMN REPORT 10/08/2008

(quarters are 1=NW 2=NE 3=SW 4=SE)

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| SJ 03700 | 28N | 06W | 21 | 2 | 4 | 4 | | | | 450 | 200 | 25 |
| SJ 03043 | 28N | 06W | 21 | 4 | 2 | 2 | | | | 290 | 240 | Ē |
| SJ 03005 | 28N | 06W | 21 | 4 | 2 | 2 | | | | 245 | 175 | 7 |
| SJ 03443 | 28N | 06W | 22 | 3 | 3 | 3 | | | | 300 | | |
| SJ 00200 | 28N | 06W | 23 | 3 | 3 | | | | | 1551 | | |
| SJ 03091 | 28N | 06W | 29 | 2 | 2 | 3 | | | | 150 | 90 | ϵ |

Record Count: 8





58-30-039-07390 138-30-039-20044

DATA SHEET FOR DEEP GROUND BED CATHODIC PROTECTION WELLS
NORTHWESTERN NEW MEXICO
(Submit 3 copies to OCD Aztec Office)

8

| Operator | MERIDIAN OIL | Location: Unit NE Sec. 23 Twp 28 Rng 6 |
|----------------------|----------------------|--|
| Name of Well | l/Wells or Pipeline | Serviced SAN JUAN 28-6 UNIT #138, #58 |
| | | cps 1069w |
| Elevation 65 | 17'Completion Date_ | 10/5/76 Total Depth 391' Land Type* N/A |
| Casing, Size | es, Types & Depths_ | N/A |
| If Casing is | cemented, show am | ounts & types used N/a |
| If Cement or | Bentonite Plugs h | ave been placed, show depths & amounts used |
| | ckness of water zo | nes with description of water when possible: |
| | encountered: N/A | |
| Depths anode | es placed: 350', 340 | o', 305', 285', 275', 265', 255', 215', 205', 195' |
| | pipes placed: N/ | |
| Vent pipe pe | rforations: 2 | MAY 3 1 1991 |
| Remarks: <u>fg</u> t | 5 #1 ··· | OIE CON. DIV. |

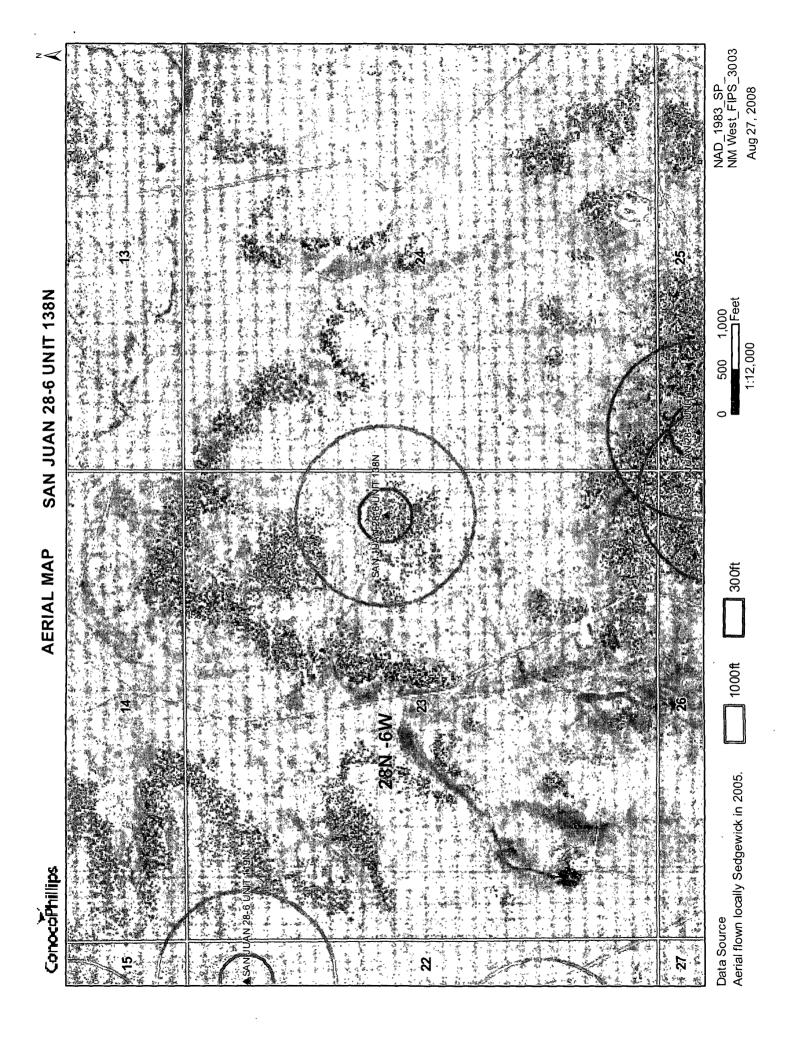
If any of the above data is unavailable, please indicate so. Copies of all logs, including Drillers Log, Water Analyses & Well Bore Schematics should be submitted when available. Unplugged abandoned wells are to be included.

^{*}Land Type may be shown: F-Federal; I-Indian; S-State; P-Fee. If Federal or Indian, add Lease Number.

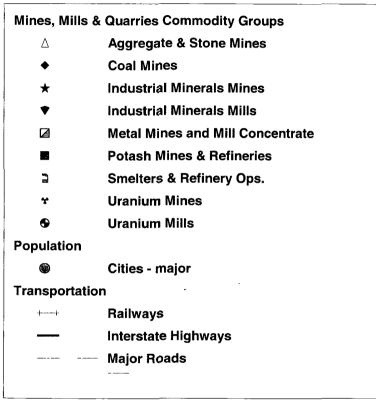
CATHOUIC PROTECTION CONSTRUCTION REPORTED DAILY LOG

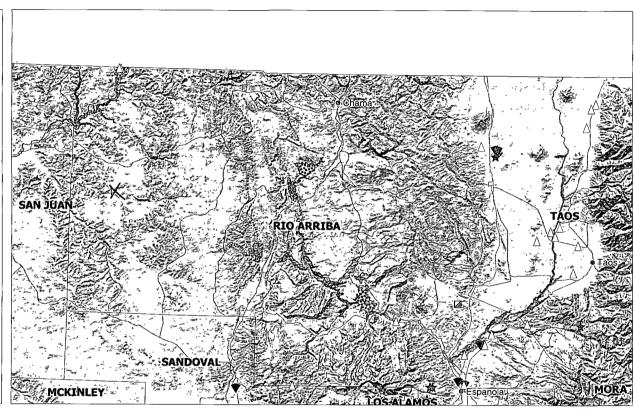
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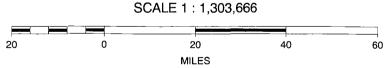
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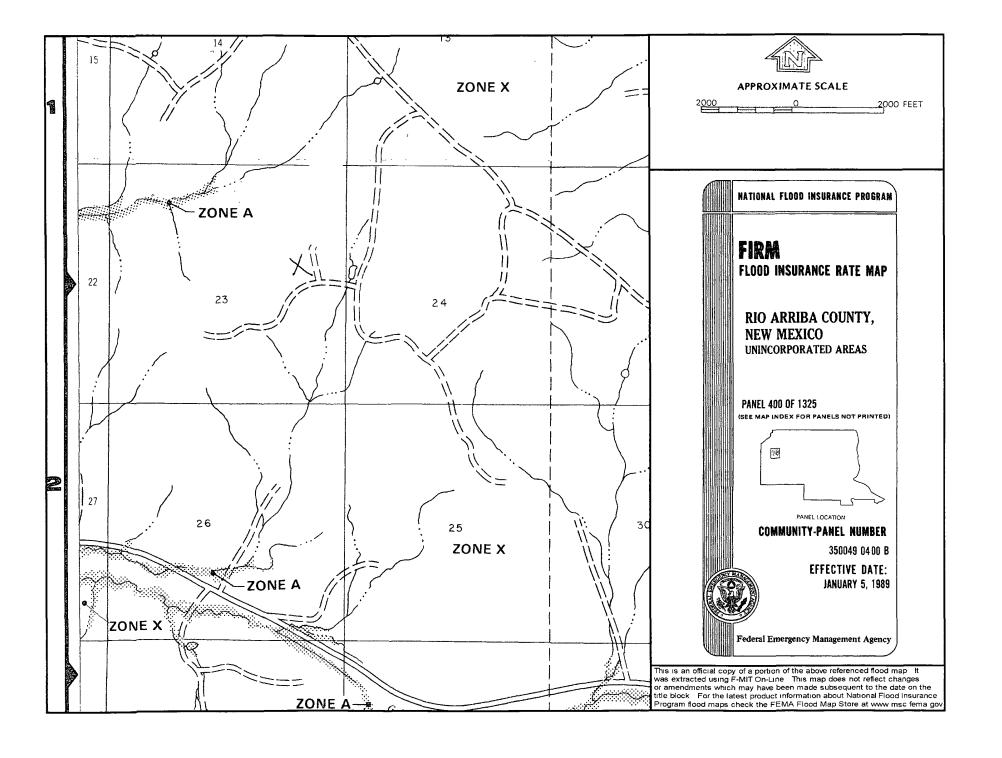
San Juan 28-6 Unit 138N Mines, Mills and Quarries Web Map











Hydrogeological report for San Juan 28-6 Unit 138N

Regional Hydrogeological context:

The San Jose Formation of Eocene age occurs in New Mexico and Colorado, and its outcrop forms the land surface over much of the eastern half of the central basin. It overlies the Nacimiento Formation in the area generally south of the Colorado-New Mexico State line and overlies the Animas Formation in the area generally north of the State line.

The San Jose Formation was deposited in various fluvial-type environments. In general, the unit consists of an interbedded sequence of sandstone, siltstone, and variegated shale. Thickness of the San Jose Formation generally increases from west to east (200 feet in the west and south to almost 2,700 feet in the center of the structural basin). Ground water is associated with alluvial and fluvial sandstone aquifers. Thus, the occurrence of ground water is mainly controlled by the distribution of sandstone in the formation. The distribution of such sandstone is the result of original depositional extent plus any post-depositional modifications, namely erosion and structural deformation. Transmissivity data for San Jose Formation are minimal. Values of 40 and 120 feet squared per day were determined from two aquifer tests (Stone et al, 1983, table 5). The reported or measured discharge from 46 water wells completed in San Jose Formation ranges from 0.15 to 61 gallons per minute and the median is 5 gallons per minute. Most of the wells provide water for livestock and domestic use.

The San Jose Formation is a very suitable unit for recharge from precipitation because soils that form on the unit are sandy and highly permeable and therefore readily adsorb precipitation. However, low annual precipitation, relatively high transpiration and evaporation rates, and deep dissection of the San Jose Formation by the San Juan River and its tributaries all tend to reduce the effective recharge to the unit.

Stone et al., 1983, Hydrogeology and Water Resources of the San Juan Basin, New Mexico: Socorro, New Mexico Bureau of Mines and Mineral Resources Hydrologic Report 6, 70 p.

Siting Criteria Compliance Demonstration & Hydro Geologic Analysis

The San Juan 28-6 Unit 138N is not located in an unstable area. The location is not over a mine and is not on the side of a hill as indicated on the Mines, Mills and Quarries Map and Topographic Map. The location of the excavated pit material will not be located within 300' of any continuously flowing watercourse or 200' from any other watercourse as indicated on the Topographic Map. The location is not within a 100-year floodplain area as indicated on the FEMA Map. The Cathodic well data from the San Juan 28-6 Unit 138 has an elevation of 6517' and groundwater depth of 150'. The subject well has an elevation of 6578' which is greater than the San Juan 28-6 Unit 138, therefore the groundwater depth is greater than 100'. There are no iWATERS data points located in the area as indicated on the TOPO Map. The Cathodic data provided the indication of groundwater depth is greater than 100'. The hydro geologic analysis indicates the groundwater depth and the San Jose formation will create a stable area for this new location.



Mary Kay Cornwall
Staff Associate
Property Tax, Real Estate, ROW & Claims

ConocoPhillips Company PO Box 4289 Farmington, NM 87499-1429 (505) 324-6106 (505) 324-6136

October 8, 2008

VIA CERTIFIED MAIL – RETURN RECEIPT REQUESTED

7192-3496-0010-0027-3237

Arturo Sanchez P.O. Box 476 Blanco, NM 87412

Re:

San Juan 28-6 Unit 138N NE Section 23, T28N, R6W Rio Arriba County, New Mexico

Dear Landowner:

Pursuant to Paragraph 1 (b) of Subsection F of 19.15.17.13 NMAC, an operator shall provide the surface owner notification of the operator's proposal to close a temporary pit on-site in compliance with the on-site closure methods specified in the same Subsection of the NMAC. In compliance of this requirement, please consider this notification of ConocoPhillips' intent to close the temporary pit on the above referenced location.

If you have any questions, please contact Mark Stallsmith @ (505) 324-6172.

Sincerely,

Mary Kay Cornwall

Mary Kay Cornwall Staff Associate, PTRRC <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240

District II

1301 W Grand Avenue, Artesia, NM 88210 District III

1000 Rio Brazos Rd., Aztec, NM 87410 District IV

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

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 7 Copies Fee Lease - 3 Copies

☐ AMMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

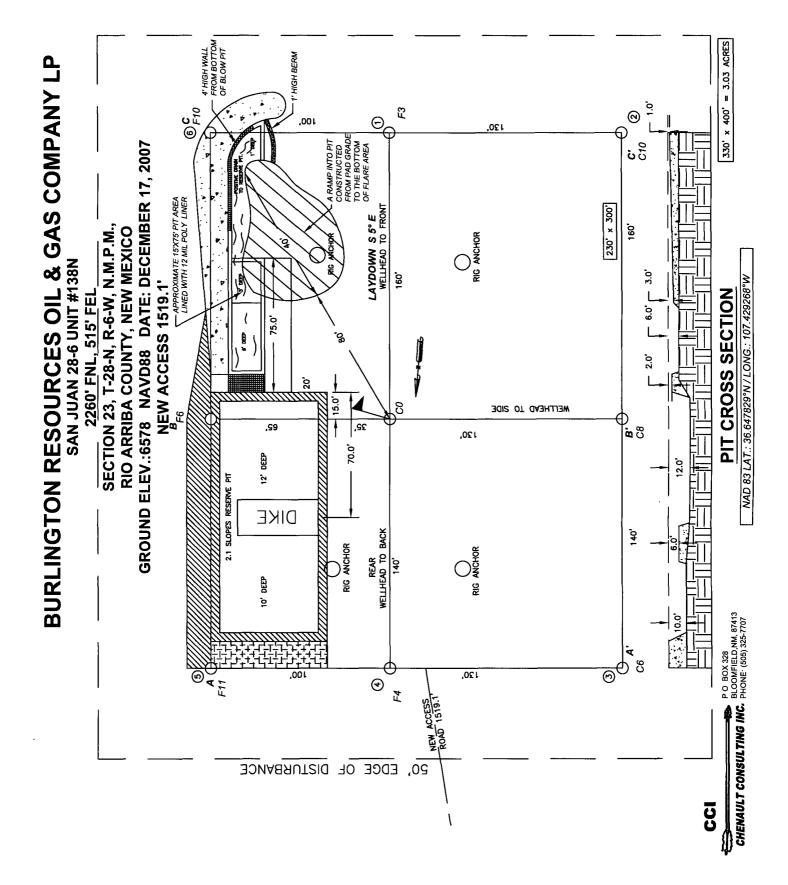
| 1 A | API Number | | 2 | Pool Code | | | ³ Pool Name DAKOTA / MESAVERDE | | | | |
|---------------------------|---------------|---------------------------------------|---|----------------------------------|--------------------|---------------------------|--|------------------------|----------------------|--|--|
| ⁴ Property Cod | ie | · · · · · · · · · · · · · · · · · · · | | ⁶ Well Number 138N | | | | | | | |
| 7 OGRID N | о. | | 8 Operator Name BURLINGTON RESOURCES OIL & GAS COMPANY LP | | | | | | | | |
| | | | | | 10 SURFACE | LOCATION | | | | | |
| UL or lot no. H | Section 23 | Township 28-N | Range 6-W | Lot Idn | Feet from the 2260 | North/South line NORTH | Feet from the 515 | East/West line EAST | County RIO ARRIBA | | |
| | | | 11 E | ottom H | ole Location | If Different Fro | m Surface | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
| Dedicated Acres | Joint o | or Infill 14 | Consolidation | 1 Code | Order No. | | | <u></u> | L | | |

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

| 16 | S 89'46'28" W N 89'58'00" W | 2640.0° (M) 2638.7° (R) | 5280.0' (R) 5282.4' (M) | OPERATOR CERTIFICATION hereby certify that the information contained herein is true and omplete to the best of my knowledge and belief, and that this reganization either owns a working interest or unleased mineral iterest in the land including the proposed bottom hole location or has right to drill this well at this location pursuant to a contract with an winer of such a mineral or working interest, or to a voluntary pooling greement or a compulsory pooling order heretofore entered by the ivision. |
|----|--|--|------------------------------|---|
| | LAT: 36.6478. LONG: 107.42926 | AD 83 29° N 58° W AD 27 241' N | 515' | Signature Printed Name Title and E-mail Address Date SURVEYOR CERTIFICATION |
| | E/2 DEDICATI USA SF SECTI T-28-N, | -079547 ON 23, | | I hereby certify that the well location shown on this plat was plotted from feild 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. Date of Survey: 12/17/07 Signature and Seal of Professional Surveyor: |
| | | | N 0'01'00" W S 0'16'32" E | Certificate Number Manual 3930 N |

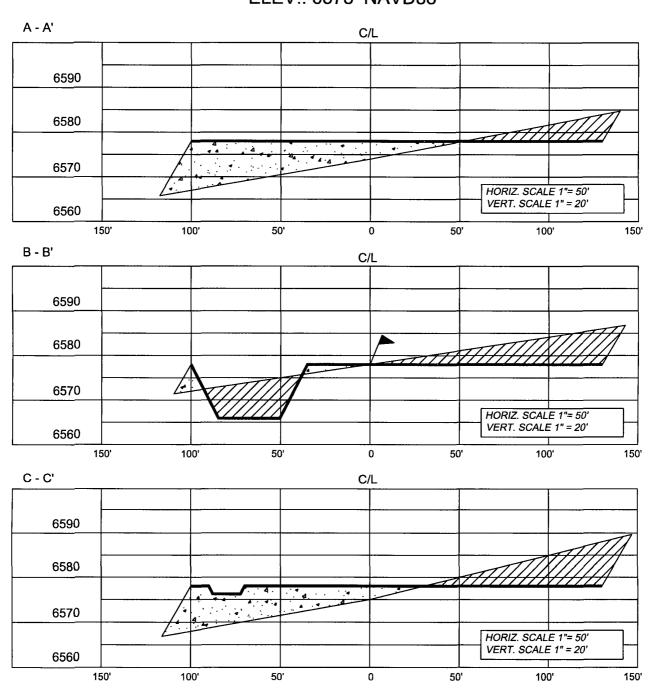
1. RESERVE PIT DIKE: TO BE 8' ABOVE DEEP SIDE (OVERFLOW-3' WIDE AND 1' ABOVE SHALLOW SIDE).

NOTES:



BURLINGTON RESOURCES OIL & GAS COMPANY LP

SAN JUAN 28-6 UNIT #138N 2260' FNL, 515' FEL SECTION 23, T-28-N, R-6-W, N.M.P.M., RIO ARRIBA COUNTY, NEW MEXICO ELEV.: 6578 NAVD88



NOTE CCI IS NOT LIABLE FOR UNDERGROUND UTILITIES OR PIPELINES.

CONTRACTOR SHOULD CALL ONE-CALL FOR LOCATION OF ANY MARKED OR UNMARKED BURIED PIPELINES OR CABLES ON WELL PAD AND OR ACCESS ROAD PRIOR TO CONSTRUCTION

| REVISIONS | | | | | |
|-----------|------------------|------------|----------|--|--|
| NO | DESCRIPTION | REVISED BY | DATE | | |
| 1 | ISSUE FOR REVIEW | L.H. | 12/17/07 | | |
| | | | | | |
| | | | | | |
| | | | | | |



P.O. BOX 328 BLOOMFIELD,NM, 87413 PHONE. (505)325-7707

CHENAULT CONSULTING INC.

Burlington Resources Oil & Gas Company, LP San Juan Basin Pit Design and Construction Plan

In accordance with Rule 19.15.17 the following information describes the design and construction of temporary pits on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

- BR will design and construct a properly sized and approved temporary pit which will contain liquids and solids and should prevent contamination of fresh water and protect public health and environment.
- 2. Prior to constructing the pit, topsoil will be stockpiled in the construction zone for later use in restoration.
- 3. BR will sign the well location in compliance with 19.15.3.103 NMAC.
- 4. BR shall construct all new fences around the temporary pit utilizing 48" steel mesh field-fence (hogwire) on the bottom with a single strand of barbed wire on top. T-posts shall be installed every 12 feet and corners shall be anchored utilizing a secondary T-post. Temporary pits will be fenced at all times excluding drilling or workover operations, when the front side of the fence will be temporarily removed for operational purposes.
- 5. BR shall construct the temporary pit so that the foundation and interior slopes are firm and free of rocks, debris, sharp edges or irregularities to prevent liner failure.
- 6. BR shall construct the pit so that the slopes are no steeper than two horizontal feet to one vertical foot.
- 7. Pit walls will be walked down by a crawler type tractor following construction.
- 8. All temporary pits will be lined with a 20-mil, string reinforced, LLDPE liner, complying with EPA SW-846 method 9090A requirements.
- 9. Geotextile will be installed beneath the liner when rocks, debris, sharp edges or irregularities cannot be avoided.
- All liners will be anchored in the bottom of a compacted earth-filled trench at least 18 inches deep.
- 11. BR will minimize liner seams and orient them up and down, not across a slope. Factory seams will be used whenever possible. BR will ensure all field seams are welded by qualified personnel. Field seams will be overlapped four to six inches and will be oriented parallel to the line of maximum slope. BR will minimize the number of field seams in corners and irregularly shaped areas.
- 12. The liner shall be protected from any fluid force or mechanical damage through the use of mud pit slides, or a manifold system.
- 13. The pit shall be protected from run-off by constructing and maintaining diversion ditches around the location or around the perimeter of the pit in some cases.
- 14. The volume of the pit shall not exceed 10 acre-feet, including freeboard.
- 15. Temporary blow pits will be constructed to allow gravity flow to discharge into lined drill pit.
- 16. The lower half of the blow pit (nearest lined pit) will be lined with a 20-mil, string reinforced, LLDPE liner. The upper half of the blow pit will remain unlined as allowed in Rule 19.15.17.11 F.11.
- 17. BR will not allow freestanding liquids to remain on the unlined portion of a temporary blow pit.

Burlington Resources Oil & Gas Company, LP San Juan Basin Maintenance and Operating Plan

In accordance with Rule 19.15.17 the following information describes the operation and maintenance of temporary pits on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

- 1. BR will operate and maintain a temporary pit to contain liquids and solids and maintain the integrity of the liner and liner system to prevent contamination of fresh water and protect public health and environment.
- 2. BR will conserve drilling fluids by transferring liquids to pits ahead of the rigs whenever possible. All other drilling fluids will be disposed at Basin Disposal Inc., permit # NM-01-005.
- 3. BR will not discharge or store any hazardous waste in any temporary pit.
- 4. If any pit liner's integrity is compromised, or if any penetration of the liner occurs above the liquid's surface, then BR shall notify the Aztec Division office by phone or email within 48 hours of the discovery and repair the damage or replace the liner.
- 5. If a leak develops below the liquid's level, BR shall remove all liquids above the damaged liner within 48 hours and repair the damage or replace the liner. BR shall notify the Aztec Division office by phone or email within 48 hours of the discovery for leaks less than 25 barrels. BR shall notify the Aztec Division office as required pursuant to Subsection B of 19.15.3.116 NMAC shall be reported within twenty-four (24) hours of discovery of leaks greater than 25 barrels. In addition, immediate verbal notification pursuant to Subsection B, Paragraph (1), and Subparagraph (d) of 19.15.3.116 NMAC shall be reported to the division's Environmental Bureau Chief.
- 6. The liner shall be protected from any fluid force or mechanical damage through the use of mud pit slides, or a manifold system.
- 7. The pit shall be protected from run-off by constructing and maintaining diversion ditches around the location or around the perimeter of the pit in some cases.
- 8. BR shall immediately remove any visible layer of oil from the surface of the temporary pit after cessation of a drilling or workover operation. Oil absorbent booms will be utilized to contain and remove oil from the pit's surface. An oil absorbent boom will stored on-site until closure of pit.
- 9. Only fluids generated during the drilling or workover process may be discharged into a temporary pit.
- 10. BR will maintain the temporary pit free of miscellaneous solid waste or debris.
- 11. During drilling operations, BR will inspect the temporary pit at least once daily to ensure compliance with this plan. Inspections will be logged in the IADC reports. BR will file this log with the Aztec Division office upon closure of the pit.
- 12. After drilling operations, BR will inspect the temporary pit weekly so long as liquids remain in the temporary pit. A log of the inspections will be stored at BR's office electronically and will be filed with the Aztec Division office upon closure of the pit.
- 13. BR shall maintain at least two feet of freeboard for a temporary pit.
- 14. BR shall remove all free liquids from a temporary pit within 30 days from the date the operator releases the drilling rig.
- 15. BR shall remove all free liquids from a cavitation pit within 48 hours after completing cavitation. BR may request additional time to remove liquids from the Aztec Division office if it is not feasible to remove liquids within 48 hours.

Burlington Resources Oil & Gas Company, LP San Juan Basin Closure Plan

In accordance with Rule 19.15.17.12 NMAC the following information describes the closure requirements of temporary pits on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of pit closure. Closure report will be filed on C-144 and incorporate the following:

- Details on Capping and Covering, where applicable.
- Plot Plan (Pit Diagram)
- Inspection Reports
- Sampling Results
- C-105
- Copy of Deed Notice will be filed with County Clerk

- All free standing liquids will be removed at the start of the pit closure process from the pit and disposed of in a division-approved facility or recycle, reuse or reclaim the liquids in a manner that the appropriate division district office approves. The facilities to be used will be Basin Disposal (Permit #NM-01-005) and Envirotech Land Farm (Permit #NM-01-011).
- 2. The preferred method of closure for all temporary pits will be on-site burial, assuming that all the criteria listed in sub-section (B) of 19.15.17.13 are met.
- 3. The surface owner shall be notified of BR's closing of the temporary pit prior to closure as per the approved closure plan via certified mail, return receipt requested.
- 4. Within 6 months of the Rig Off status occurring BR will ensure that temporary pits are closed, re-contoured, and reseeded.
- 5. Notice of Closure will be given prior to closure to the Aztec Division office between 72 hours and one week via email, or verbally. The notification of closure will include the following:
 - i. Operator's name
 - Location by Unit Letter, Section, Township, and Range. Well name and API number.
- 6. Liner of temporary pit shall be removed above "mud level" after stabilization. Removal of liner will consist of manually or mechanically cutting liner at mud level and removing all remaining liner. Care will be taken to remove "All" of the liner i.e., edges of liner entrenched or buried. All excessive liner will be disposed of at the San Juan County Landfill located on CR 3100.
- 7. Pit contents shall be mixed with non-waste containing, earthen material in order to achieve the solidification process. The solidification process will be accomplished using a combination of natural drying and mechanically mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed a safe and stable. The mixing ratio shall not exceed 3 parts clean soil 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 Subsection B of 19.15.17.13(B)(1)(b). In the event that the criteria are not met, all contents will be handled per Subparagraph (a) of Paragraph (1) of Subsection B of 19.15.17.13 i.e., Dig and haul.

| 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 | 5 Q0 |
| Chlorides | EPA 300.1 | (1000)500 |

- 9. Upon completion of solidification and testing standards being passed, the pit area will be backfilled with compacted, non-waste containing, earthen material. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. If standard testing fails BR will dig and haul all contents pursuant to 19.15.17.13.i.a. After doing such, confirmation sampling will be conducted to ensure a release has not occurred.
- 10. During the stabilization process if the liner is ripped by equipment the Aztec OCD office will be notified within 48 hours and the liner will be repaired if possible. If the liner can not be repaired then all contents will be excavated and removed.
- 11. Dig and Haul Material will be transported to the Envirotech Land Farm located 16 miles south of Bloomfield on Angel Peak Road, CR 7175. Permit # NM010011
- 12. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Reshaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 13. Notification will be sent to OCD when the reclaimed area is seeded.
- 14. BR shall seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM stipulated seed mixes will used on federal lands. 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 maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

| Туре | Variety or Cultivator | PLS/A |
|--------------------------|--------------------------|-------|
| Western wheatgrass | Arriba | 3.0 |
| Indian ricegrass | Paloma or Rimrock | 3.0 |
| Slender wheatgrass | San Luis | 2.0 |
| Crested wheatgrass | Hy-crest | 3.0 |
| Bottlebrush Squirreltail | Unknown | 2.0 |
| Four-wing Saltbrush | Delar | .25 |

Species shall be planted in pounds of pure live seed per acre: Present Pure Live Seed (PLS) = Purity X Germination/100 Two lots of seed can be compared on the basis of PLS as follows:

Source No. One (poor quality)

Purity

50 percent

Germination

40 percent

Percent PLS

20 percent

Source No. two (better quality)

Purity

80 percent

Germination

63 percent

Percent PLS

50 percent

5 lb. bulk seed required to make 2 lb. bulk seed required to make

1 lb. PLS 1 lb. PLS

15. 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 onsite burial upon the abandonment of all the 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 onsite 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 operator's information at the time of all wells on the pad are abandoned. The operator's information will include the following: Operator Name, Lease Name, Well Name and number, Unit Number, Section, Township, Range and an indicator that the marker is an onsite burial location.

Burlington Resources Oil & Gas Company, LP San Juan Basin Below Grade Tank Design and Construction

In accordance with NMAC 19.15.17 the following information describes the design and construction of below grade tanks on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all below grade tanks (BGT). A separate plan will be submitted for any BGT which does not conform to this plan.

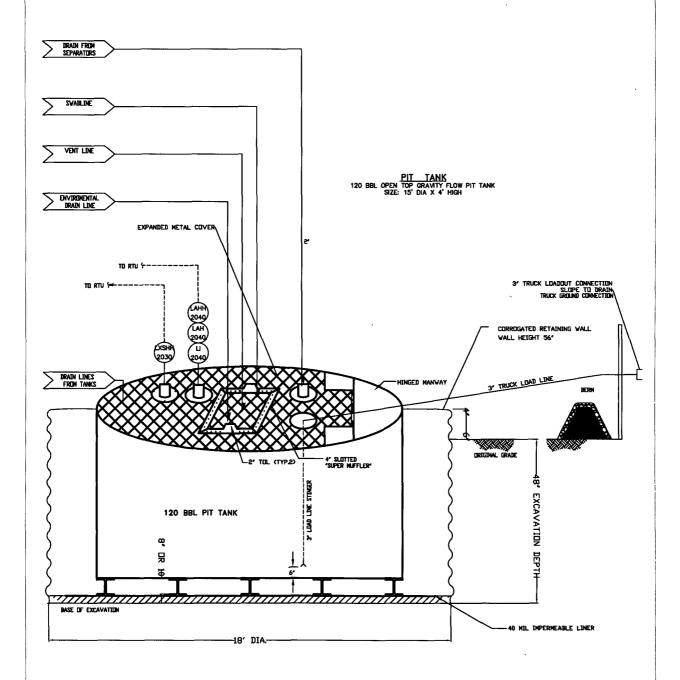
- 1. BR will design and construct a properly sized and approved BGT which will contain liquids and should prevent contamination of fresh water to protect the public health and environment.
- 2. BR will sign the well location in compliance with 19.15.3.103 NMAC.
- 3. BR shall construct fencing around the BGT using 4 foot hog wire fencing topped with two strands of barbed wire, or with a pipe top rail. A six foot chain link fence topped with three strands of barbed wire will be use if the well location is within 1000 feet of permanent residence, school, hospital, institution or church.
- 4. BR will construct a screened, expanded metal covering, on the top of the BGT.
- 5. BR shall ensure that a below-grade tank is constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight.
- 6. The BR below-grade tank system shall have a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom.
- 7. BR shall construct a below-grade tank to prevent overflow and the collection of surface water run-on.
- 8. BR will construct and use a below-grade tank that does not have double walls. The below-grade tank's side walls will be open for visual inspection for leaks, the below-grade tank's bottom is elevated a minimum of six inches above the underlying ground surface and the below-grade tank is underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected.
- 9. BR has equipped the below-grade tanks with the ability to detect high level in the tank and provide alarm notification and shutdown process streams into the tank. Once high level is detected RTU logic closes the inlet separator sales valve and does not permit vent valve to open. This shutdown of the sales valve and gagging of the vent valves prevents any hydrocarbon process streams from entering the pit tank once a high level is detected. Furthermore, an electronic page is sent to the BR MSO for that well site and to the designated contract "Water-Hauling" Company indicating a high level and that action must be taken to address this alarm. The environmental drain line from BR's compressor skid under normal operating conditions is in the open position. The environmental

drain line is in place to capture any collected rain water or spilled lubricants from our compressor skids. The swab drain line is a manually operated drain and by normal operating procedures is in the closed position. The tank drain line is also a manually operated drain and during normal operations it is in the closed position.

- 10. The geomembrane liner consists of a 45-mil flexible LLDPE material manufactured by Raven Industries as RUFCO 4000B. This product provides a level of UV and harsh weather conditions protection. It is rated to a Low temperature impact failure of -94°F. It exceeds ASTMD3083 standard by 10%. It is typically used in Brine Pond, Oilfield Pit liner and other industrial applications. The manufacture specific sheet is attached.
- 11. The general specification for design and construction are attached in the BR document.

MANUAL OPERATIONS
PRODUCTION TANKS DRAINLINE
SWABLINE DRAIN LINE
ENVIROMENTAL DRAIN LINE
FROM COMPRESSOR SKID

AUTOMATED OPERATION
VENT VALVE DRAIN LINE
DUMP LINE FROM SEPARATORS



${\bf ConocoPhillips}$

San Juan Business Unit

Burlington Resources Oil & Gas Company, LP San Juan Basin Below Grade Tank Maintenance and Operating Plan

In accordance with Rule 19.15.17 the following information describes the operation and maintenance of Below Grade Tank (BGT) on Burlington Resources Oil & Gas Company, LP (BR) locations. This is BR's standard procedure for all BGT. A separate plan will be submitted for any BGT which does not conform to this plan.

- 1. BR will operate and maintain a BGT to contain liquids and solids and maintain the integrity of the liner, liner system and secondary containment system to prevent contamination of fresh water and protect public health and environment.
- 2. BR will not discharge into or store any hazardous waste in the BGT.
- 3. BR shall operate and install the below-grade tank to prevent the collection of surface water run-on. BR shall not allow a below-grade tank to overflow or allow surface water run-on to enter the below-grade tank.
- 4. BR shall continuously remove any visible or measurable layer of oil from the fluid surface of a below-grade tank in an effort to prevent significant accumulation of oil overtime.
- 5. BR shall inspect the below-grade tank at least monthly and maintain a written record of each inspection for five years.
- 6. BR shall maintain adequate freeboard to prevent overtopping of the below-grade tank.
- 7. If a leak develops below the liquid's level, BR shall remove all liquids within 48 hours and repair the damage or replace the below-grade tank. BR shall notify the Aztec Division office by phone or email within 48 hours of the discovery for leaks less than 25 barrels. BR shall notify the Aztec Division office as required pursuant to Subsection B of 19.15.3.116 NMAC shall be reported within twenty-four (24) hours of discovery of leaks greater than 25 barrels. In addition, immediate verbal notification pursuant to Subsection B, Paragraph (1), and Subparagraph (d) of 19.15.3.116 NMAC shall be reported to the division's Environmental Bureau Chief.

Burlington Resources Oil & Gas Company, LP San Juan Basin Below Grade Tank Closure Plan

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of Below Grade Tanks (BGTs) on Burlington Resources Oil & Gas Company, LP locations hereinafter known as BR locations. This is BR's standard procedure for all BGTs. A separate plan will be submitted for any BGT which does not conform to this plan.

General Requirements:

- 1. BR shall close a below-grade tank within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.
- 2. BR shall close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation. The closure report will be filed on C-144
- 3. BR shall remove liquids and sludge from a below-grade tank prior to implementing a closure method and shall dispose of the liquids and sludge in a division-approved facility. The facilities to be used will be Basin Disposal (Permit #NM-01-005) and Envirotech Land Farm (Permit #NM-01-011). The liner will be disposed of at the San Juan County Landfill located on CR 3100.
- 4. BR will receive prior approval to 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. Documentation of how the below-grade tank was disposed of or recycled will be provided in the closure report.
- 5. If there is any on-site equipment associated with a below-grade tank, then BR shall remove the equipment, unless the equipment is required for some other purpose.
- 6. BR shall test the soils beneath the below-grade tank to determine whether a release has occurred. BR shall collect, at a minimum, a five point, composite sample; collect individual grab samples from any area that is wet, discolored or showing other evidence of a release; and analyze for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100 mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. BR shall notify the division of its results on form C-141.
- 7. If BR or the division determines that a release has occurred, then BR shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.

- 8. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, then BR shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; recontour and re-vegetate the site.
- 9. Notice of Closure will be given prior to closure to the Aztec Division office between 72 hours and one week via email or verbally. The notification of closure will include the following:
 - i. Operator's name
 - ii. Location by Unit Letter, Section, Township, and Range. Well name and API number.
- The surface owner shall be notified of BR's closing of the below-grade tank prior to closure as per the approved closure plan via certified mail, return receipt requested.
- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 12. BR shall seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will used on federal lands. 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 maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.
- 13. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.
- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on C-144 and incorporate the following:
 - Soil Backfilling and Cover Installation
 - Re-vegetation application rates and seeding techniques
 - Photo documentation of the site reclamation
 - Confirmation Sampling Results
 - Proof of closure notice