District I 1625 N. French Dr., Hobbs, NM 88240

District II

1301 W Grand Ave., Artesia, NM 88210

State of New Mexico Energy Minerals and Natural Resources

Department Oil Conservation Division

July 21, 2008 For temporary pits, closed-loop sytems, and below-grade tanks, submit to the appropriate NMOCD District Office

Form C-144

District III	1220 South St. Francis Dr.	
1000 Rio Brazos Rd., Aztec, NM 87410	Santa Fe, NM 87505	For permanent pits and exceptions submit to the Santa Fe
District IV		Environmental Bureau office and provide a copy to the appropriate NMOCD District Office
1220 S St Francis Dr., Santa Fe. NM 87505	Dit Classed I and Swaters Dalam C	
2884 Bank	Pit, Closed-Loop System, Below-G	
Propo	osed Alternative Method Permit or C	losure Plan Application
Type of action	Permit of a pit, closed-loop system, below-gra	de tank, or proposed alternative method
	Closure of a pit, closed-loop system, below-gr	ade tank, or proposed alternative method
	X Modification to an existing permit	
	Closure plan only submitted for an existing pe	ermitted or non-permitted pit, closed-loop system,
	below-grade tank, or proposed alternative met	hod
Instructions: Please submit one a	oplication (Form C-144) per individual pit, closed	loop system, below-grade tank or alternative request
Please be advised that approval o	this request does not relieve the operator of liability should operation	ons result in pollution of surface water, ground water or the
environment, Nor does approval reli	eve the operator of its responsibility to comply with any other applica-	able governmental authority's rules, regulations or ordinances
Operator: Burlington Resources Oi	l & Gas Company, LP	OGRID#: 14538
Address: PO Box 4289, Farmingto		POUD DEC SO 'OR
Facility or well name: Morris A 10		III LUND. DEV.
		VI51. 5
API Number;	30-045- 34813 OCD Permit Nu	
U/L or Qtr/Qtr: M(SWSW) Section	·	11W County: San Juan
Center of Proposed Design: Latitude		1078.01852' W NAD: 1927 X 1983
Surface Owner: X Federal	State Private Tribal Trust or In	dian Allotment
Permanent Emergency C Lined Unlined Li String-Reinforced	kover favitation P&A ner type. Thickness mil LLDPE	HDPE PVC Other bbl Dimensions L x W x D
Type of Operation. P&A X	notice of intent) nd Steel Tanks Haul-off Bins Other	es to activities which require prior approval of a permit or
느 느 _		HDPE PVD Other
Liner Seams X Welded X Fa	octory Other	
4		
	of 19 15.17.11 NMAC	
Volume: b	bl Type of fluid	
Tank Construction material		
Secondary containment with leak de	tection Visible sidewalls, liner, 6-inch lift and	automatic overflow shut-off
Visible sidewalls and liner	Visible sidewalls only Other	
Liner Type: Thickness	mıl HDPE PVC Other	
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.

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 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) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)			
Signs: Subsection C of 19.15 17 11 NMAC 12" X 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers X Signed in compliance with 19 15.3 103 NMAC	,		
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 of the Santa Fe Environmental Bureau office for consideration of approval.	deration of app	roval.	
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	No	
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	Yes	□No	
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks)	☐ Yes ☐ NA	No	
- 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. (Applied to permanent pus)	Yes NA	No	
 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	No	
- 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 - 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
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 or Permit
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
X Design Plan - based upon the appropriate requirements of 19.15.17 11 NMAC
X Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
X 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
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 (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
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 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
14
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 X Closed-loop System Alternative
Proposed Closure Method: Waste Excavation and Removal
X Waste Removal (Closed-loop systems only)
On-site Closure Method (only for temporary pits and closed-loop systems)
In-place Burial On-site Trench
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
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

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16	teel Teels on Houl off Pire Only (10 15 17 12 D NMAC)		
Waste Removal Closure For Closed-loop Systems That Utilize Above Ground S Instructions Please identify the facility or facilities for the disposal of liquids, drillin	ng fluids and drill cuttings Use attachment if more than two	,	
facilities are required	Disposal Facility Permit # NM-01-005		
Disposal Facility Name: Basin Disposal Facility Disposal Facility Name: Envirotech	Disposal Facility Permit #. NM-01-0011		
Will any of the proposed closed-loop system operations and associated acti		e service and	
Yes (If yes, please provide the information No			
Required for impacted areas which will not be used for future service and operation Soil Backfill and Cover Design Specification - based upon the approximately approximately and cover Design Specification - based upon the approximately app		IMAC	
Re-vegetation Plan - based upon the appropriate requirements of Subs	•		
Site Reclamation Plan - based upon the appropriate requirements of S	ubsection G of 19 15 17 13 NMAC		
Siting Criteria (Regarding on-site closure methods only: 19 15 17 10 NM/ Instructions Each string criteria requires a demonstration of compliance in the closure plan of certain string criteria may require administrative approval from the appropriate district office office for consideration of approval Instifications and/or demonstrations of equivalency are re-	Recommendations of acceptable source material are provided below or may be considered an exception which must be submitted to the S		
Ground water is less than 50 feet below the bottom of the buried waste.		Yes No	
- NM Office of the State Engineer - (WATERS database search, USGS) Data of	btained from nearby wells	∐N/A	
Ground water is between 50 and 100 feet below the bottom of the buried w		Yes No	
- NM Office of the State Engineer - (WATERS database search, USGS, Data of	otained from nearby wells	∐N/A	
Ground water is more than 100 feet below the bottom of the buried waste.		Yes No	
- NM Office of the State Engineer - iWATERS database search, USGS, Data of	otained from nearby wells	∐N/A	
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other sign (measured from the ordinary high-water mark)	ificant watercourse or lakebed, sinkhole, or playa lake	YesNo	
- Topographic map, Visual inspection (certification) of the proposed site	ar automas at the time of initial amplication	□Yes □No	
Within 300 feet from a permanent residence, school, hospital, institution, or church in Visual inspection (certification) of the proposed site, Aerial photo, satellite image.			
		Yes No	
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal 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 pursuant to NMSA 1978, Section 3-27-3, as amended			
 Written confirmation or verification from the municipality, Written approval o Within 500 feet of a wetland 	blained from the municipality	Yes No	
- US Fish and Wildlife Wetland Identification map; Topographic map, Visual in	spection (certification) of the proposed site		
Within the area overlying a subsurface mine.		Yes No	
 Written confirantion or verification or map from the NM EMNRD-Mining and Within an unstable area 	Mineral Division		
- Engineering measures incorporated into the design, NM Bureau of Geology &	Mineral Resources: USGS, NM Geological Society,	YesNo	
Topographic inap			
Within a 100-year floodplain. - FEMA map		Yes No	
18 On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each	ch of the following items must bee attached to the clo	sure plan. Please indicate.	
by a check mark in the box, that the documents are attached.	· ·		
Siting Criteria Compliance Demonstrations - based upon the appropr	•		
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 19.15.17.11 NMAC Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC			
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC			
Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC			
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)			
Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC			
Re-vegetation Plan - based upon the appropriate requirements of Subsection 1 of 19.15 17.13 NMAC			
Ste Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15.17 13 NMAC			

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19				
Operator Application Certification: Thereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief				
Name (Print) Crystal Tafoya Title Regulatory Technician				
Signature: 12/29/08				
e-mail address Crystal:tafoya@conocophillips.com Telephone: 505-226-9837				
C-man address				
20				
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)				
OCD Representative Signature: Standson Pell Approval Date: 1-13-0				
Title: OCD Permit Number:				
Closure Report (required within 60 days of closure completion): Subsection K of 19 15 17 13 NMAC Instructions Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date:				
22				
Closure Method:				
Waste Excavation and Removal On-site Closure Method Alternative Closure Method Waste Removal (Closed-loop systems only)				
If different from approved plan, please explain.				
23 Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.				
Disposal Facility Name Disposal Facility Permit Number.				
Disposal Facility Permit Number Disposal Facility Permit Number				
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliant to the items below) No				
Required for impacted areas which will not be used for future service and operations.				
Site Reclamation (Photo Documentation)				
Soil Backfilling and Cover Installation				
Re-vegetation Application Rates and Seeding Technique				
24 Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check 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)	ļ			
Plot Plan (for on-site closures and temporary pits)				
Confirmation Sampling Analytical Results (if applicable)				
Waste Material Sampling Analytical Results (if applicable)				
Disposal Facility Name and Permit Number				
Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique				
Site Reclamation (Photo Documentation)				
On-site Closure Location. Latitude: Longitude: NAD 1927 1983				
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is ture, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.				
Name (Print): Title:				
Signature: Date.				
e-mail address: Telephone:				

Burlington Resources Oil & Gas Company, LP

Due to the discovery of shallow groundwater BR wishes to modify this location to utilize a closed-loop system instead of temporary pit.

Closed Loop Design:

The closed loop design will not incorporate a temporary pit or below grade tank. The plan will utilize an above grade tank suitable for holding the cuttings and fluids generated during drilling operations. The volume of the tank shall be of a sufficient volume to maintain an adequate free board for periodic removal and disposal of cuttings and fluids.

Burlington Resources Oil & Gas Company, LP may incorporate the use of a 20 mil, string reinforced, LLDPE liner with factory welded seams to line the drying pad in order to minimize the volume of fluids to be disposed of. The drying pad will be designed to prevent contamination of fresh water, protect public health and the environment, and have sumps to facilitate the collection of liquids derived from drilling cuttings, as specified per subsection H of 19.15.17.11. The cuttings pad will be constructed above grade and containment will be through the use of earthen berms of sufficient height to contain the cuttings and prevent run-off of surface water or fluids. The drying pad area will replace the area of the drill site previously designated for the reserve pit. It will be signed in compliance with 19.15.3.103.NMAC. Frac tanks will be utilized on site for fresh water storage.

Closed Loop Operations and Maintenance:

The closed loop system will be operated and maintained for solids and liquid containment to prevent ground water contamination as follows:

- Any free liquids will be recovered and reused or disposed of at the Basin Disposal Facility (Permit # NM-01-005). Reuse may include the relocating of liquids to be used in other permitted drilling operations.
- 2. Drill solids will be recovered from location and hauled to a Envirotech (Permit #NM-01-0011) periodically as required to maintain a safe free board in the cuttings tank. No onsite trench burial of cuttings will occur.
- 3. In the event a drying pad is utilized, the cuttings will be picked up and transported to Basin Disposal Facility (Permit #NM-01-005). The liner will be disposed of at the San Juan County Landfill located on CR 3100. The drying pad will be closed within 6 months from the date that the drilling rig is released. Berms constructed from native materials will be bladed on site to the location's contour.
- 4. Any drilling materials or trash will be stored and disposed of appropriately.
- 5. The NMOCD will be notified within 48 hours of the discovery of compromised integrity of the closed loop containment. Any required repairs will commence immediately.

Closed Loop Closure Plan:

- Upon completion of the drilling operations, all solids and liquids will be removed and disposed of to Envirotech (Permit #NM-01-0011) and Basin Disposal Facility (Permit # NM-01-005). Equipment shall also be removed from location. In the event a drying pad is utilized, the solids contained on the pad shall remain on site to allow sufficient drying and will then be transported to Envirotech (Permit # NM-01-0011) within 6 months from the date that the drilling rig is released.
- 2. After the drying pad is removed the surface below will be visually inspected for any contamination. If contamination is discovered a five point composite sample will be taken of the drying pad area 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	500
Chlorides	EPA 300.1	500

- 3. 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.
- 4. Notification will be sent to OCD when the reclaimed area is seeded.
- 5. BR shall seed the disturbed areas the first growing season after the operator closes the drying pad. 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.

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:

1 WO 1013 Of 3eed can be compared on the basis of 1 LO as follows.					
Source No. One (poor quality)		Source No. two	Source No. two (better quality)		
Purity	50 percent	Purity	80 percent		
Germination	40 percent	Germination	63 percent		
Percent PLS	20 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