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

1301 W Grand Ave , Artesia, NM 88210 District III

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. July 21, 2008

Form C-144

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

1000 Rio Brazos Rd., Aztec, NM 87410	Santa Fe, NM 87505	For permanent pits and exceptions submit to the Santa Fe
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505		Environmental Bureau office and provide a copy to the appropriate NMOCD District Office
$\bigcirc \bigcirc $	losed-Loop System, Below-Grad	de Tank, or
Proposed A	Iternative Method Permit or Clos	sure Plan Application
Type of action: X Perm	nit of a pit, closed-loop system, below-grade to	ank, or proposed alternative method
Close	ure of a pit, closed-loop system, below-grade	tank, or proposed alternative method
Modi	ification to an existing permit	
	ure plan only submitted for an existing permit w-grade tank, or proposed alternative method	tted or non-permitted pit, closed-loop system,
Instructions: Please submit one application	ı (Form C-144) per individual pit, closed-loc	op system, below-grade tank or alternative request
	does not relieve the operator of hability should operations	
environment Noi does approval relieve the opera	ator of its responsibility to comply with any other applicable	e governmental authority's rules, regulations or ordinances
Operator: ConocoPhillips Company		OGRID#: 217817
Address: PO Box 4289, Farmington, NM 87	/499	
Facility or well name: San Juan 32-7 Unit 24	6A	
API Number: 30-045-328	OCD Permit Numb	per:
U/L or Qtr/Qtr: A (NENE) Section: 18	Township: 32N Range:	7W County: San Juan
Center of Proposed Design: Latitude:	36.98471' N Longitude:	<b>107.60061'W</b> NAD: <b>X</b> 1927 1983
Surface Owner: Federal St	tate X Private Tribal Trust or India	an Allotment
X Pit: Subsection F or G of 19.15.17.11 NMAC   Temporary	P&A Thickness 20 mil X LLDPE	HDPE PVC Other
Liner Seams: X Welded X Factory	Other Volume	0 bbl Dimensions L 120' x W 55' x D 12'
Closed-loop System: Subsection H of 19 Type of Operation: P&A Drilling a  Drying Pad Above Ground Steel Ta Lined Unlined Liner type Liner Seams. Welded Factory	a new well Workover or Drilling (Applies to notice of intent)	o activities which require prior approval of a permit or  HDPE PVD Other  RECEIVED  RECEIVED  OIL CONS. DIV. DIST. 3
4 Below-grade tank: Subsection 1 of 19.15.1	7.11 NMAC	S RECEIVED
Volume:bbl T	ype of fluid:	
Tank Construction material:		\₹ OIL CONS. DIV. DIST. \$
Secondary containment with leak detection  Visible sidewalls and liner Vis  Liner Type Thicknessmil	Visible sidewalls, liner, 6-inch lift and autible sidewalls only Other  HDPE PVC Other	tomatic overflow shut-off
5 Alternative Method:		
Submittal of an exception request is required. Exc	eptions must be submitted to the Santa Fe Enviror	nmental 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, insi	utution or chur	rch)
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.		
7		
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		
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:		
Administrative approval(s). Requests must be submitted to the appropriate division district of the Santa Fe Environmental Bureau office for constant	ideration of ap	proval.
Exception(s) Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.		
Siting Critoria (recording parmitting), 10.15.17.10 NMAC		
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.	∏Yes	X No
- NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells		121.10
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other watercourse, lakebed, sinkhole, or playa	Yes	XNo
lake (measured from the ordinary high-water mark).	] 🗀 😘	AINO
- Topographic map; Visual inspection (certification) of the proposed site		
With 200 for the control of the cont		V Na
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	∐Yes	X No
	□ NIA	
(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	Yes	X No
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.		
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	Yes	XNo
adopted 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	X No
		₹ NT
Within the area overlying a subsurface mine.  - Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division	Yes	X No
•	<sub> </sub>	V Na
Within an unstable area.  Engineering measures incorporated into the decign: NM Bureau of Geology & Mineral Resources: USGS: NM Geological	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	Yes	X No
- FEMA map	""	<u> </u>

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
Tydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9
X  Stting Criteria Compliance Demonstrations - 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 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
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  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 X 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)
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)
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

Form C-144 Oil Conservation Division Page 3 of 5

16 Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel 7	anks or Haul-off Rins Only: (1915 1713 D NMAC)	
Instructions: Please identify the facility or facilities for the disposal of liquids, drilling flu are required.		cilities
•	risposal Facility Permit #.	
	isposal Facility Permit #:	
Will any of the proposed closed-loop system operations and associated activities of 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 Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection	n I of 19.15.17.13 NMAC	
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 Reccertain siting criteria may require administrative approval from the appropriate district office or in for consideration of approval Instifications and/or demonstrations of equivalency are required.	nay 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 - NM Office of the State Engineer - iWATERS database search; USGS. Data obtaine	d from nearby wells	Yes X No
Ground water is between 50 and 100 feet below the bottom of the burned waste		Yes X No
- NM Office of the State Engineer - iWATERS database search; USGS; Data obtained	1 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 - iWATERS database search; USGS; Data obtainer	d from nearby wells	∏N/A
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant (measured from the ordinary high-water mark).	watercourse or lakebed, sinkhole, or playa lake	Yes XNo
- Topographic map; Visual inspection (certification) of the proposed site		
Within 300 feet from a permanent residence, school, hospital, institution, or church in exist - Visual inspection (certification) of the proposed site; Aerial photo; satellite image	stence at the time of initial application	Yes X No
		Yes X No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than f purposes, or within 1000 horizontal fee of any other fresh water well or spring, in existence - NM Office of the State Engineer - iWATERS database; Visual inspection (certification)	e at the time of the initial application.	
Within incorporated municipal boundaries or within a defined municipal fresh water well pursuant to NMSA 1978, Section 3-27-3, as amended.		Yes X No
<ul> <li>Written confirmation or verification from the municipality; Written approval obtains</li> <li>Within 500 feet of a wetland</li> <li>US Fish and Wildlife Wetland Identification map, Topographic map; Visual inspects</li> </ul>	, ,	Yes XNo
Within the area overlying a subsurface mine.	on (certification) of the proposed site	Yes X No
- Written confiramtion or verification or map from the NM EMNRD-Mining and Mine	eral Division	
Within an unstable area Engineering measures incorporated into the design, NM Bureau of Geology & Miner	al Resources; USGS, NM Geological Society;	Yes X No
Topographic map Within a 100-year floodplain FEMA map		Yes X No
18		
On-Site Closure Plan Checklist: (19.15.17 13 NMAC) Instructions: Each of by a check mark in the box, that the documents are attached.	he following items must bee attached to the closure	plan. Please indicate,
X Siting Criteria Compliance Demonstrations - based upon the appropriate re	•	
X Proof of Surface Owner Notice - based upon the appropriate requirements		
Construction/Design Plan of Burial Trench (if applicable) based upon the a	· · · · · · · · · · · · · · · · · · ·	
Construction/Design Plan of Temporary Pit (for in place burial of a drying X Protocols and Procedures - based upon the appropriate requirements of 19.		.15.17.11 NMAC
Confirmation Sampling Plan (if applicable) - based upon the appropriate re		
X   Waste Material Sampling Plan - based upon the appropriate requirements of		
X   Disposal Facility Name and Permit Number (for liquids, drilling fluids and		not be achieved)
X Soil Cover Design - based upon the appropriate requirements of Subsection	=	/
Re-vegetation Plan - based upon the appropriate requirements of Subsection		
X Site Reclamation Plan - based upon the appropriate requirements of Subsection	tion G of 19.15.17.13 NMAC	1

19			
Operator Application			
	information submitted with this application is true, acc	-	
Name (Print):	Kelly Jeffery	Title:	Regulatory Technician
Signature.		Date:	1/8/9
e-mail address	jeffekr@conocophillips.com	Telephone:	505-599-4025
20	<b>7</b>	1 a 5 ( )	Magazi a statuti a sa a
OCD Approval:	Permit Application (including closure plan)	Closure Plan (only)	OCD Conditions (see attachment)
OCD Representative		2.11	Approval Date: 1/28/09
	wino Ispec	_	
Title: Ex	wire spec	OCD Per	mit Number:
21			
	nired within 60 days of closure completion): Su	breetion K of 10 15 17 12 NMA	C
			sure activities and submitting the closure report. The closure
			es Please do not complete this section of the form until an
approved closure plan h	as been obtained and the closure activities have been	_	
	<u> </u>	Closur	re Completion Date:
22			
Closure Method:			
☐ Waste Excavation	on and Removal On-site Closure Method	Alternative Closur	e Method Waste Removal (Closed-loop systems only)
If different from	approved plan, please explain.		
23 Closure Report Regard	ling Waste Removal Closure For Closed-loop Syste	ms That Utilize Above G	Ground Steel Tanks or Haul-off Rins Only
			tings were disposed. Use attachment if more than two facilities
were utilized.			
Disposal Facility Nai	me·	_ Disposal Facilit	y Permit Number:
Disposal Facility Nai	me:	_ Disposal Facilit	y Permit Number:
l	system operations and associated activities performe		not be used for future service and opeartions?
Yes (If yes, plea	se demonstrate complilane to the items below)	∐No	
1 —	ed areas which will not be used for future service and	operations:	
. =	n (Photo Documentation)		
1 =	and Cover Installation		
Ke-vegetation A	pplication Rates and Seeding Technique		
24 Cl PD 4.4			
	ttachment Checklist: Instructions: Each of the foruments are attached.	ollowing items must be at	tached to the closure report. Please indicate, by a check mark in
I — '	re Notice (surface owner and division)		
I 🚟	Notice (required for on-site closure)		
Plot Plan (for o	on-site closures and temporary pits)		
1 =	Sampling Analytical Results (if applicable)		
	I Sampling Analytical Results (if applicable)		
	ty Name and Permit Number		
ı <b>=</b>	g and Cover Installation		
	Application Rates and Seeding Technique		
<del> </del>	on (Photo Documentation)		
On-site Closure	· ·	Longitude.	NAD ☐ 1927 ☐ 1983
Si site closur			
Operator Closure Co	ertification:		
	······································	ure report is ture, accurat	e and complete to the best of my knowledge and belief. I also certify that
, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	th all applicable closure requirements and conditions	=	* * * * * * * * * * * * * * * * * * * *
Nama (Brint):		Title	
Name (Print):		Title:	
Signature:		Date:	
e-mail address		Telephone	

## New Mexico Office of the State Engineer POD Reports and Downloads

102 Alepons and 200 Modus
Township: 32N Range: 07W Sections: 7,8,18,17,19,20
NAD27 X: Zone: Search Radius:
County: Basin: Number: Suffix:
Owner Name: (First) (Last) C Non-Domestic C Domestic
POD / Surface Data Report Avg Depth to Water Report Water Column Report
Clear Form WATERS Menu Help
WATER COLUMN REPORT 01/08/2009  (quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest) Depth Depth Wate
POD Number         Tws         Rng         Sec         q         q         Zone         X         Y         Well         Water         Colum           SJ         03117         32N         07W         07         2         2         2         240

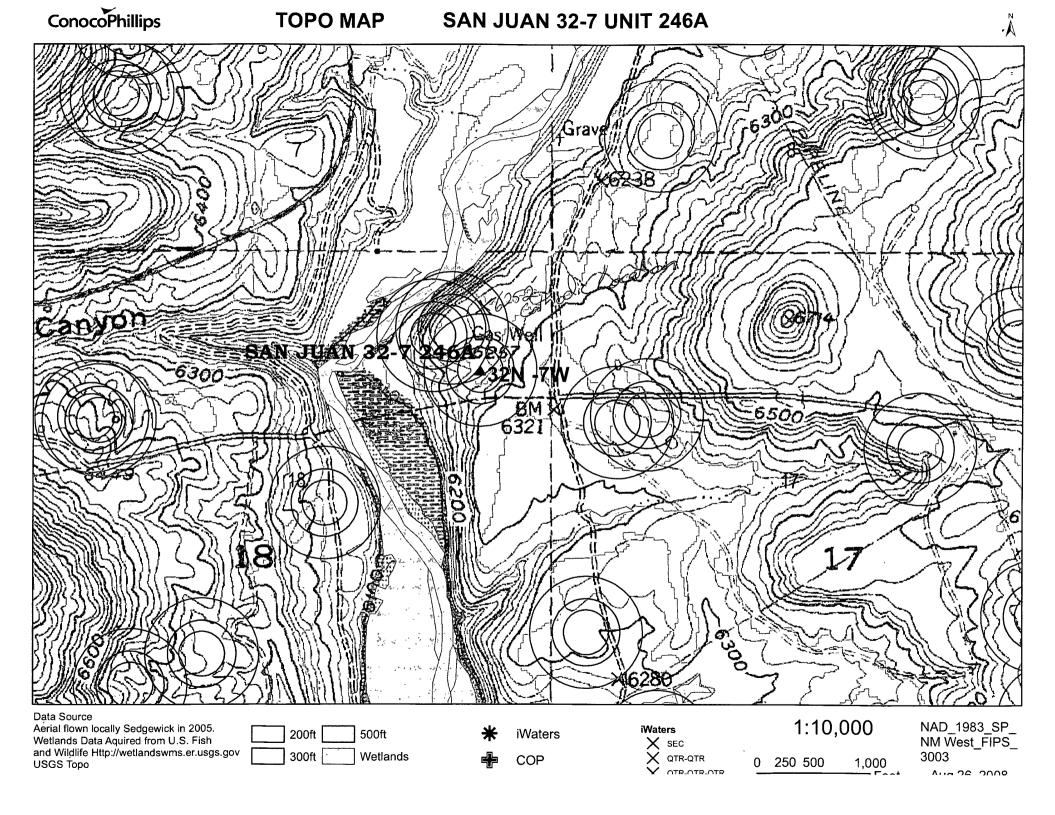
http://iwaters.ose.state.nm.us:7001/iWATERS/WellAndSurfaceDispatcher

Record Count: 1

## New Mexico Office of the State Engineer POD Reports and Downloads

1 OD Reports and Downloads
Township: 32N Range: 08W Sections: 12,13,24
NAD27 X: Zone: Search Radius:
County: Basin: Number: Suffix:
Owner Name: (First) (Last) C Non-Domestic C Domestic
POD / Surface Data Report Avg Depth to Water Report Water Column Report
©lear Form   WATERS Menu 💮 Help
WATER COLUMN REPORT 01/08/2009
(quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest) Depth Depth Wate
POD Number Tws Rng Sec q q q Zone X Y Well Water Colum

No Records found, try again



### DATA SHEET FOR DEEP BED CATHODIC PROTECTION WELLS NORTHWESTERN NEW MEXICO

(SUBMIT 2 COPIES TO OCD AZTEC OFFICE)

3-30-045-11453 29-30-045-21905

PPCO DESIGNATION: FM-385

OPERATOR: PHILLIPS PETROLEUM COMPANY LOCATION: A 18 32 7 FARMINGTON, N.M. 87401 LEASE NUMBER: 650107

(505) 599-3400

NAME OF WELL/S OR PIPELINE SERVED: (1) SJ 32-7 UNIT #3 FRT

(2) SJ 32-7 #C9

ELEVATION: NA

COMPLETION DATE: 09/28 78

TOTAL DEPTH: 500 FT.

LAND: FEE

CASING INFO.: SIZE: NA

IN. TYPE: NA

DEPTH: NA FT. CEMENT USED: NA

IF CEMENT OR BENTONITE PLUGS HAVE BEEN PLACED, SHOW DEPTHS & AMOUNTS:

PLUG DEFTH: NONE PLUG AMOUNT: NONE

WATER INFORMATION:

WATER DEPTH (FT): (1) 120 (2) -0-

WATER INFORMATION: NA

DEPTHS GAS ENCOUNTERED (FT): NA

TYPE AND AMOUNT OF COKE BREEZE USED:

COKE TYPE: METALLURGICAL COKE BREEZE

COKE AMOUNT: 3944 LBS.

DEPTHS ANODES PLACED (FT):

340,350,360,370,380,390,400,410,420,430,440,450,460,470,480

DEPTH VENT PIPE PLACED (FT): 500

VENT PIFE PERFORATIONS (FT): TOP 330 EOTTOM 500

REMARKS: -O-

IF ANY OF THE ABOVE DATA IS UNAVAILABLE, PLEASE INDICATE SO. COPIES OF ALL LOGS. INCLUDING DRILLERS LOG, WATER ANALYSIS & 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.

NA-INFORMATION NOT AVAILABLE

CC: CP FILE--FARMINGTON

HOUSTON

FEB21 1992 OIL CON. DIV.

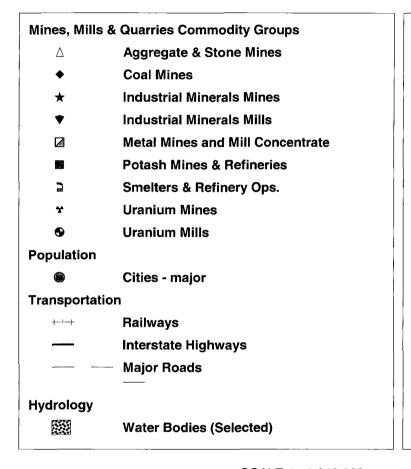
## NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

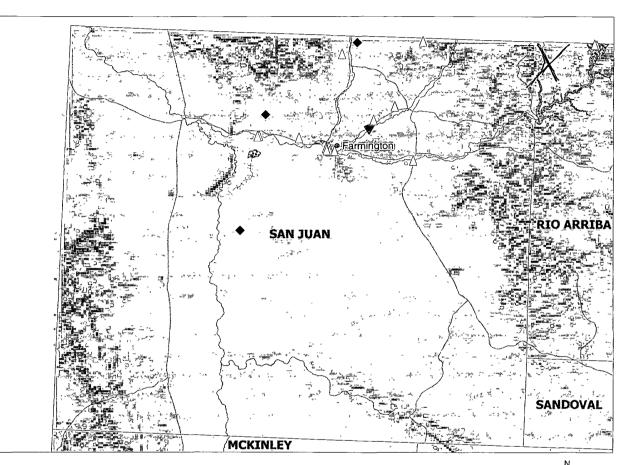
Form C-102 Supersedes C-128 Ciloctive 1-1-65

All distances must be from the outer boundaries of the Section.

Operator Northwest Pipeline C	ornoration	Lease				Well No.
			an Jiian 39	7 Ilmit		29
Unit Letter Section	Township		an Juan 32-	County		4.3
A 18	32N		7W	San Ja	uan 💮 💮	
Actual Footage Location of Well: 710	North	<sub>omd</sub> 620			Foct	
that from the	NOTUL line of Formation	Pool	feet	from the	East	line
	a Verde	1	lanco Mesa V	Verde		320 Acres
1. Outline the acreage d	edicated to the subjec	t well by o	colored pencil o	r hachure r	narks on the pl	lat below.
Yes No  If answer is "no," list this form if necessary.  No allowable will be as	of different ownership on, unitization, force-p If answer is "yes;" ty the owners and tract o	is dedicate ooling. etc	ted to the well,? olidation s which have ac	have the in	n consolidated	10 97 . (Use reverse side of COM.
Scale: 1"=		10 L 0			I hereby ceritive tained herein best of my known best of my known by H. Mar Position Petroleum Company Northwest Date October 7	Engineer  Pipeline Corp.  1, 1975  This that the well location plat was platted from field and surveys nade by me or servision, and that the same correct to the best of my
					Fred B. Certificate No. 3950	Verr de

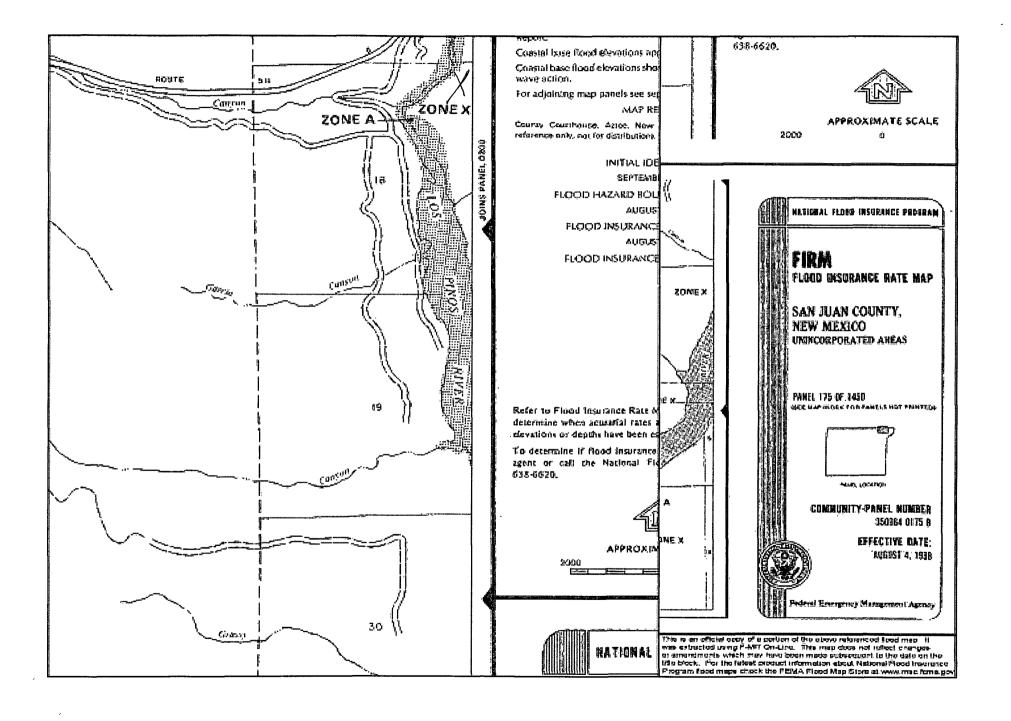
## San Juan 32-7 Unit 246A Mines, mills and Quarries web Map











#### Siting Criteria Compliance Demonstration & Hydro Geologic Analysis

The San Juan 32-7 Unit 246A 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 groundwater depth is considered to be greater than 100' as determined by the topographic map and the Cathodic well data from the San Juan 32-7 Unit 29 with an elevation of 6252' and groundwater depth of 120'. The subject well has an elevation of 6253'. There are no iWATERS data points located in the area as indicated on the TOPO Map. 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

1

January 9, 2009

## VIA CERTIFIED MAIL – RETURN RECEIPT REQUESTED 7110-6605-9590-0002-1200

Derrick A. Kailey 11441 CR 4 Merino, CO 80741

Re:

SanJuan 32-7 246A Section 18, T32N, R7W

San Juan County, New Mexico

Dear Mr. Kailey:

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 Sterling Walker @ (505)324-6184.

Sincerely,

Mary Kay Cornwall

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

District II

1301 W. Grand Ave , Artesia, NM 88210

District III

1000 Rao Brazos Rd , Aztec, NM 87410 District IV

1220 S St Francis Dr , Santa Fe , NM

State of New Mexico

Form C-102

Permit 4940

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Name	Pool Code
30-045-32819	BASIN FRUITLAND COAL (GAS)	71629
Property Code	Property Name	Well No.
31329	SAN JUAN 32 7 UNIT	246A
OGRID No. 217817	Operator Name CONOCOPHILLIPS COMPANY	Elevation 6280

#### Surface And Bottom Hole Location

UL or Lot	Section	Township	Range	Lot Idm	Feet From	N/S Line	Feet From	E/W Line	County
A	18	32N	07W	A	695	N	228	E	San Juan
11	ed Acres 20	Jourat or	r Infill	Consolia	lation Code		Order	No.	

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#### PERATOR CERTIFICATION

that the information contained herein is true the best of my knowledge and belief

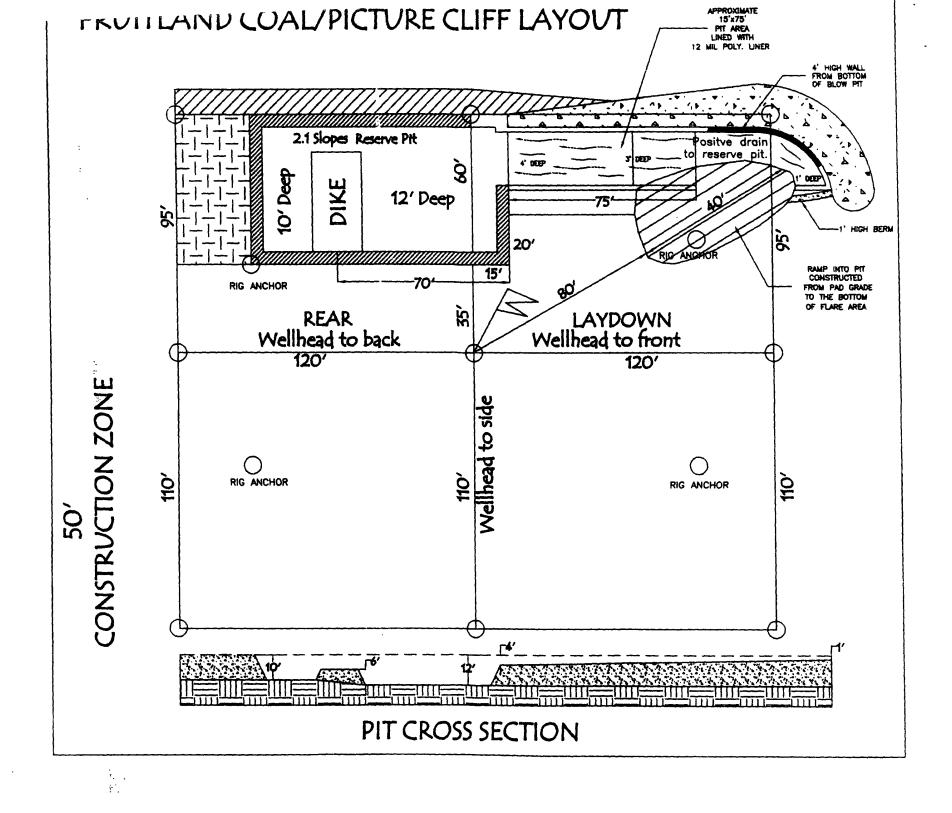
igned By. Yolanda Perez

latory Analyst

#### JRVEYOR CERTIFICATION

that the well location shown on this plat was ld notes of actual surveys made by me or vision, and that the same is true and correct belief

nenry broadhurst 12/20/2004 ber: 11393



# ConocoPhillips Company 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 ConocoPhillips Company (COPC) locations. This is COPC's standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

#### **General Plan:**

- COPC 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. COPC will sign the well location in compliance with 19.15.3.103 NMAC.
- 4. COPC 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. COPC 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.
- COPC 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.
- Geotextile will be installed beneath the liner when rocks, debris, sharp edges or irregularities cannot be avoided.
- 10. All liners will be anchored in the bottom of a compacted earth-filled trench at least 18 inches deep.
- 11. COPC will minimize liner seams and orient them up and down, not across a slope. Factory seams will be used whenever possible. COPC 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. COPC 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. COPC will not allow freestanding liquids to remain on the unlined portion of a temporary blow pit.

# ConocoPhillips Company 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 ConocoPhillips Company (COPC) locations. This is COPC's standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

#### **General Plan:**

- 1. COPC 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. COPC 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. COPC 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 COPC 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, COPC shall remove all liquids above the damaged liner within 48 hours and repair the damage or replace the liner. COPC shall notify the Aztec Division office by phone or email within 48 hours of the discovery for leaks less than 25 barrels. COPC 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. COPC 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.
- Only fluids generated during the drilling or workover process may be discharged into a temporary pit.
- 10. COPC will maintain the temporary pit free of miscellaneous solid waste or debris.
- 11. During drilling operations, COPC will inspect the temporary pit at least once daily to ensure compliance with this plan. Inspections will be logged in the IADC reports. COPC will file this log with the Aztec Division office upon closure of the pit.
- 12. After drilling operations, COPC will inspect the temporary pit weekly so long as liquids remain in the temporary pit. A log of the inspections will be stored at COPC's office electronically and will be filed with the Aztec Division office upon closure of the pit.
- 13. COPC shall maintain at least two feet of freeboard for a temporary pit.
- 14. COPC shall remove all free liquids from a temporary pit within 30 days from the date the operator releases the drilling rig.
- 15. COPC shall remove all free liquids from a cavitation pit within 48 hours after completing cavitation. COPC may request additional time to remove liquids from the Aztec Division office if it is not feasible to remove liquids within 48 hours.

# ConocoPhillips Company 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 ConocoPhillips Company (COPC) locations. This is COPC'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

#### **General Plan:**

- 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 COPC'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 COPC 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.

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EPA SW-846 418.1	2500
EPA SW-846 8015M	500)
EPA 300.1	1000/500
	EPA SW-846 8021B or 8260B EPA SW-846 418.1 EPA SW-846 8015M

- 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 COPC 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. COPC 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 (unimpacted) 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

Percent PLS

Source No. two (better quality)

Purity

80 percent

Germination

63 percent

Percent PLS

50 percent

Percent PLS

Source No. two (better quality)

Purity

80 percent

Percent PLS

Source No. two (better quality)

Purity

Source No. two (better quality)

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.