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

1301 W. Grand Ave , Artesia, NM 88210

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

State of New Mexico Energy Minerals and Natural Resources

> Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

July 21, 2008 For temporary pits, closed-loop sytems, and below-grade

Form C-144

tanks, submit to the appropriate NMOCD District Office

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

1220 S. St. Francis Dr., Santa Fe, NM 87505	appropriate NMOCD District Office	
47710	Pit, Closed-Loop System, Below-Grade Tank, or	
Propo	osed Alternative Method Permit or Closure Plan Application	
Type of action:	Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method	
	Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method	
	X Modification to an existing permit	
<b>x</b>	Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop syst below-grade tank, or proposed alternative method	iem,
Instructions: Please submit one ap	pplication (Form C-144) per individual pit, closed-loop system, below-grade tank or alternativ	ve request
	of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the	
1	ieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinance	
Operator: Burlington Resources Oil	il & Gas Company, LP OGRID#: 14538	
Address: PO Box 4289, Farmington		
Facility or well name: SAN JUAN 3		
	0-039-30647 OCD Permit Number	
U/L or Qtr/Qtr: <u>G(SW/NE)</u> Sectio Center of Proposed Design: Latitude:		27 <b>X</b> 1983
Surface Owner: Federal	State X Private Tribal Trust or Indian Allotment	./[4]1903
2		-
X Pit: Subsection F or G of 19.15 17	7 11 NMAC	l
Temporary X Drilling Work	kover	
Permanent Emergency C	Cavitation P&A	
	iner type. Thickness 20 mil X LLDPE HDPE PVC Other	<del></del>
X String-Reinforced	Other W. Lawrence H. 1201 a.W. 551	D 121
Liner Seams X Welded X Fa	actory Other Volume: 7700 bbl Dimensions L 120' x W 55'	x D 12'
Closed-loop System: Subsecti	tion H of 19 15 17 11 NMAC	ļ
Type of Operation P&A	Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a pe	ermit or
Design Red Above Court	notice of intent)  and Steel Tanks Haul-off Bins Other	
	und Steel Tanks	027
	er type ThicknessmilLLDPEHDPEPVDOther_actoryOther	- 25°
4	A PECEL	111-
Below-grade tank: Subsection I	I of 19 15.17.11 NMAC	10 25 ZE
	Type of fluid OIL CONS. DIV. D.	63
Tank Construction material	etection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off	NT. 3
Secondary containment with leak det  Visible sidewalls and liner	Visible sidewalls only Other	1EOF OF
Liner Type. Thickness	I of 19 15.17.11 NMAC  obl Type of fluid  etection	
5	C	<del></del>
Alternative Method:		
Submittal of an exception request is requ	quired Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of appr	roval.

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  (Fencing/BGT Liner)  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 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.	Yes No			
(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.  (Applied to permanent pits)	Yes No			
<ul> <li>Visual inspection (certification) of the proposed site, Aerial photo; Satellite image</li> <li>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.</li> </ul>	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			
<ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>	Yes No			
Within a 100-year floodplain - FEMA map	Yes No			

Form C-144 Oil Conservation Division Page 2 of 5

Temporary Pits, Emergency Pits and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15 17 9 NMAC		
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.  Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC		
Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9  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		
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		
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		
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 Closed-loop System		
Alternative		
Proposed Closure Method Waste Excavation and Removal		
Waste Removal (Closed-loop systems only)		
On-site Closure Method (only for temporary pits and closed-loop systems)		
In-place Burial On-site Trench		
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.  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		

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 two	,			
facilities 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  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 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				
_17				
Siting Criteria (Regarding on-site closure methods only: 19.15 17 10 NMAC Instructions. Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19 15 17 10 NMAC for guidance.				
Ground water is less than 50 feet below the bottom of the buried waste.	Yes No			
- NM Office of the State Engineer - 1WATERS database search, USGS Data obtained from nearby wells	∐N/A			
Ground water is between 50 and 100 feet below the bottom of the buried waste	Yes No			
- NM Office of the State Engineer - 1WATERS database search; USGS; Data obtained 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 - 1WATERS 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 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 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	YesNo			
- 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.	Yes No			
<ul> <li>Written confirmation or verification from the municipality, Written approval obtained from the municipality</li> <li>Within 500 feet of a wetland</li> </ul>	☐ ☐Yes ☐No			
- 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.	Yes No			
- Written confiramtion or verification or map from the NM EMNRD-Mining and Mineral Division				
Within an unstable area	Yes No			
<ul> <li>Engineering measures incorporated into the design, NM Bureau of Geology &amp; Mineral Resources; USGS, NM Geological Society,</li> <li>Topographic map</li> </ul>				
Within a 100-year floodplain FEMA map	Yes No			
18 On-Site Closure Plan Checklist: (19 15 17 13 NMAC) Instructions: Each of the following items must bee attached to the closure Plan Checklist:	sure plan. Please indicate,			
by a check mark in the box, that the documents are attached.				
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19 15 17.10 NMAC				
Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19 15 17 13 NMAC				
Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17 11 NMAC	040.45454437445			
Construction/Design Plan of Temporary Pit (for in place burial of a drying pad) - based upon the appropriate requirements o	1 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 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 Country Application Contiferation			
Operator Application Certification:  I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief			
Name (Print) [ ] Marie E. Jaran Illo ] Title Staff Regulatory Technician			
Signature: Date: Date:			
e-mail address. marie e jaramillo@conocophillings.com Telephone 505-326-9865			
20 OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)			
OCD Representative Signature: Approval Date: 3/15/10			
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:			
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 Name 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 complilane to the items below)			
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)			
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			
On site closure Detailed			
25			
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			
- mail dedicos			

Form C-144

## Burlington Resources San Juan Basin

Modification for a temporary pit Drilling/Completion and Workover

Extension for three months to meet closure/cover requirements in Rule 19.15.17.13.A(6)

- As required by the Surface Owner and/or Surface Managing Agency (e.g. BLM, USFS, Tribal), BR can not conduct construction or similar activities during Seasonal Closures and therefore can not meet the closure requirements specified in the referenced rule. Completion of the well and Closure will be scheduled and initiated as soon as the Seasonal Closure is lifted.
- (Revised Closure 03/07/10) needed due to Surface Owner restriction and limitation.
- Other than the revised closure date there will be no modifications to the design, operation and maintenance, or closure plans for this location.

BR realizes this does not relieve any of the requirements of Part 17.