District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office U AT 11 31

Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application Type of action: Deposit of a mit als

| Existing BGT | it of a pit, closed-loop system, belonged of a pit, closed-loop system, belonged in the fication to an existing permit replan only submitted for an exist | low-grade tank, or pr | posed alternative method oposed alternative method permitted pit, closed-loop system, |
|---|---|--|---|
| below-grade tank, or propos | sed alternative method | | |
| Instructions: Please submit one applica | ition (Form C-144) per individual pit | , closed-loop system, be | low-grade tank or alternative request |
| Please be advised that approval of this request does no environment. Nor does approval relieve the operator | of relieve the operator of liability should of its responsibility to comply with any | operations result in poll- other applicable governm | ution of surface water, ground water or the nental authority's rules, regulations or ordinance |
| Operator: XTO Energy, Inc. | | OGRID #: | 5380 |
| Address: #382 County Road 3100, Aztec, 1 | NM 87410 | | |
| Facility or well name: Berger #7S | | | |
| API Number: <u>30-045-32946</u> | OCD Permit | Number: | |
| U/L or Qtr/Qtr Section 22 | Township26N Range | 11W County: | San Juan |
| Center of Proposed Design: Latitude 36.47133 | Longitude _ | 107.98548 | NAD: □1927 ☑ 1983 |
| Surface Owner: X Federal T State Private | Tribal Trust or Indian Allotment | | |
| 2, | | | |
| Pit: Subsection F or G of 19.15.17.11 NMA | AC . | | |
| Temporary: Drilling Workover | | | |
| Permanent Emergency Cavitation | | | |
| ☐ Lined ☐ Unlined Liner type: Thickness _ | mil 🔲 LLDPE 🔲 HDPE | PVC Other | |
| ☐ String-Reinforced | | | |
| Liner Seams: Welded Factory Other | Volume | :bbl Dim | ensions: L x W x D |
| 3, | | | |
| Closed-loop System: Subsection H of 19.15 | | | |
| Type of Operation: P&A Drilling a new wintent) | | | uire prior approval of a permit or notice of |
| ☐ Drying Pad ☐ Above Ground Steel Tanks | Haul-off Bins Dother | | |
| Lined Unlined Liner type: Thickness | mil | PE PVC Other | · |
| Liner Seams: Welded Factory Other | | | |
| 4, | | | |
| Below-grade tank: Subsection I of 19.15.17. | .11 NMAC | | |
| Volume: 120bbl Type of fl | uid: Produced Water | | |
| Tank Construction material: Steel | | | |
| Secondary containment with leak detection | Visible sidewalls, liner, 6-inch lift a | and automatic overflow | shut-off |
| ☐ Visible sidewalls and liner ☐ Visible sidewa | alls only Other Visible sidewall | s. vaulted automatic hi | gh-level shut off no lines |
| Liner type: Thicknessmil | ☐ HDPE ☐ PVC ☐ Other | or reality adjoinant in | gir-level shat on, no finer |
| R. | | | shut-off gh-level shut off, no liner 2007 |
| Alternative Method: | | | 4 |
| submittal of an exception request is required. Exc | eptions must be submitted to the Sant | a Fe Environmental Du | reau office for consideration of |
| Form C-144 | | v Environmental Bu | Page 1 of 5 |
| Form C-144 | Oil Conservation Divisi | ion | Page 1 of 5 |
| pac | | | pa |
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| Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet Alternate. Please specify Four foot height, steel mesh field fence (hogwire) with pipe top railing | l, hospital, |
|---|--------------------------------|
| Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Expanded metal or solid vaulted top Monthly inspections (If netting or screening is not physically feasible) | |
| s. Signs: Subsection C of 19.15.17.11 NMAC □ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers Signed in compliance with 19.15.3.103 NMAC | |
| Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Burea consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. | u office for |
| Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acc material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the application of may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drabove-grade tanks associated with a closed-loop system. | ropriate district approval. |
| Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | ☐ Yes 🖾 N |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☒ N |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | ☐ Yes ⊠ N |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) | ☐ Yes ☐ N ☑ NA |
| Visual inspection (certification) of the proposed site; Aerial photo; Satellite image Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site | ☐ Yes ⊠ N |
| 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 ⊠ N |
| Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☒ N |
| Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes 🖾 1 |
| Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map | ☐ Yes 🖾 1 |
| 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 ☑ N |
| Form C-144 Oil Conservation Division Page 2 of | 5 |
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| of 30 | | | | |
|--|--|--|--|--|
| Temporary Pits, Emergency Pits, and Below Instructions: Each of the following items mu attached. ☐ Hydrogeologic Report (Below-grade Tar ☐ Hydrogeologic Data (Temporary and Em ☐ Siting Criteria Compliance Demonstratio ☐ Design Plan - based upon the appropriate ☐ Operating and Maintenance Plan - based ☐ Closure Plan (Please complete Boxes 14 and 19.15.17.13 NMAC | nks) - based un ergency Pits) ons - based up e requirements upon the app | pon the requirements of Paragraph (4) of Single based upon the requirements of Paragraph on the appropriate requirements of 19.15.1 so f 19.15.17.11 NMAC repriate requirements of 19.15.17.12 NMA | check mark in the box, aubsection B of 19.15.17. h (2) of Subsection B of 7.10 NMAC | that the documents are 9 NMAC 19.15.17.9 NMAC |
| Previously Approved Design (attach copy | of design) | API Number: | or Permit Number: | |
| ☐ Design Plan - based upon the appropriat ☐ Operating and Maintenance Plan - based | of design) enance Plan | osure) - based upon the requirements of Pa con-site closure) - based upon the appropriate s of 19.15.17.11 NMAC propriate requirements of 19.15.17.12 NMA f applicable) - based upon the appropriate that API Number: API Number: | ragraph (3) of Subsection requirements of 19.15 a.C. requirements of Subsection requirements of Subsection | n B of 19.15.17.9 .17.10 NMAC ion C of 19.15.17.9 NMAC |
| Quality Control/Quality Assurance Cons Operating and Maintenance Plan - based Freeboard and Overtopping Prevention I Nuisance or Hazardous Odors, including Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan | requirements ons - based up sed upon the a Design - base appropriate in Assessment - latruction and latrupon the app Plan - based up H ₂ S, Prevent | of Paragraph (1) of Subsection B of 19.15. Soon the appropriate requirements of 19.15.17.11 NM d upon the appropriate requirements of 19.15.17.11 NMAC passed upon the appropriate requirements of 19.15.17.11 NMAC passed upon the appropriate requirements of installation Plan propriate requirements of 19.15.17.12 NMAP pon the appropriate requirements of 19.15.17.12 NMAP pon the appropriate requirements of 19.15. | 17.9 NMAC 7.10 NMAC MAC 15.17.11 NMAC 19.15.17.11 NMAC C 17.11 NMAC | hat the documents are |
| 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 Emergen Alternative Proposed Closure Method: Waste Excavat Waste Remova On-site Closure | ion and Remo ion and Remo il (Closed-loc e Method (On place Burial | tion 🗌 P&A 🔲 Permanent Pit 🗵 Belo | ow-grade Tank | eau for consideration) |
| ☐ Disposal Facility Name and Permit Num ☐ Soil Backfill and Cover Design Specifics ☐ Re-vegetation Plan - based upon the app | k in the box, the appropriate of the appropriate of the appropriate of the appropriate requirements. | that the documents are attached. erequirements of 19.15.17.13 NMAC on the appropriate requirements of Subsect | ion F of 19.15.17.13 NM ection H of 19.15.17.13 AC | /AC 3:5 |
| Form C-144 | | Oil Conservation Division | F | Page 3 of 5 |
| * | | | | Re |

| 6. Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17. Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachmen | 13.D NMAC) |
|--|------------------------|
| rastructions: Preuse indentify the facility or facilities for the disposal of tiquias, arithing flutas and arth cuttings. Use attachmen facilities are required. | t ij more inan two |
| Disposal Facility Name: Disposal Facility Permit Number: | <u>_</u> |
| Disposal Facility Name: Disposal Facility Permit Number: | |
| Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future Yes (If yes, please provide the information below) No | service and operation |
| Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 N 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 | МАС |
| on this considers of equivalency are required. Please refer to 19.15.17.10 NMAC instructions: Each 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 provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Internations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance. | district office or may |
| 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 No |
| Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | Yes No |
| Ground water is more than 100 feet below the bottom of the buried waste. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | Yes No |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or play ake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site | a Yes No |
| 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 vatering 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; Visual inspection (certification) of the proposed site | n. Yes No |
| Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality | Yes No |
| Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site | ☐ Yes ☐ No |
| Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division | ☐ Yes ☐ No |
| Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map | ☐ Yes ☐ No |
| Within a 100-year floodplain. - FEMA map | ☐ Yes ☐ No |
| On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure 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 Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 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 of 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 G of 19.15.17.13 NMAC | 19.15.17.11 NMAC |
| Form C-144 Oil Conservation Division Page | 4 of 5 |

| Operator Application Certification: | | |
|--|--|--|
| I hereby certify that the information submitted with this application is tru | e, accurate and complete to | the best of my knowledge and belief. |
| Name (Print): Kim Champlin | Title: | Environmental Representative |
| Signature: Kin Champlin | Date: | 11/17/08 |
| e-mail address: kim_champlin@xtoenergy.com | | |
| 20. OCD Approval: Permit Application (including closure plan) Cl | osure Plan (only) 🔲 OC | D Conditions (see attachment) |
| OCD Representative Signature: Victoria Venegas | | Approval Date:04/04/2022 |
| Title:Environmental Specialist | _ OCD Permit Nu | mber: BGT1 |
| 21. Closure Report (required within 60 days of closure completion): Substructions: Operators are required to obtain an approved closure plan The closure report is required to be submitted to the division within 60 a section of the form until an approved closure plan has been obtained an | n prior to implementing an lays of the completion of th d the closure activities hav | ny closure activities and submitting the closure report the closure activities. Please do not complete this we been completed. |
| | Closure Co | mpletion Date: |
| 22. Closure Method: Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain. | Alternative Closure Metho | od Waste Removal (Closed-loop systems only) |
| Closure Report Regarding Waste Removal Closure For Closed-loop S Instructions: Please indentify the facility or facilities for where the liqu two facilities were utilized. | Systems That Utilize Abovids, drilling fluids and dril | ve Ground Steel Tanks or Haul-off Bins Only: Il cuttings were disposed. Use attachment if more th |
| Disposal Facility Name: | Disposal Facility | Permit Number: |
| Disposal Facility Name: | | Permit Number: |
| Were the closed-loop system operations and associated activities performed Yes (If yes, please demonstrate compliance to the items below) | ed on or in areas that will no No | ot be used for future service and operations? |
| Required for impacted areas which will not be used for future service and Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique | operations: | |
| Closure Report Attachment Checklist: Instructions: Each of the folial mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division) Proof of Deed Notice (required for on-site closure) Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable) Waste Material Sampling Analytical Results (required for on-site concentration) 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 | losure) | ed to the closure report. Please indicate, by a check NAD: 1983 |
| 25. Operator Closure Certification: | | |
| I hereby certify that the information and attachments submitted with this chelief. I also certify that the closure complies with all applicable closure results. | losure report is true, accura equirements and conditions | ate and complete to the best of my knowledge and s specified in the approved closure plan. |
| Name (Print): | Title: | |
| Signature: | Date: | |
| e-mail address: | Telephone: _ | |
| Form C-144 Oil Cons | | Page 5 of 5 |
| Form C-144 Oil Cons | ervation Division | Page 5 of 5 |
| | 22.000 | S. |

| DISTRICT | t | | | | |
|----------|--------|------|--------|----|-------|
| 1675 N | french | Dr., | Hobbs, | NM | 88240 |

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised October 12, 2005

DISTRICT N. BOOM AVE. Artesio, N.M. B8710

OIL CONSERVATION DIVISION

Submit to Appropriate District Office State Lease - 4 Copies

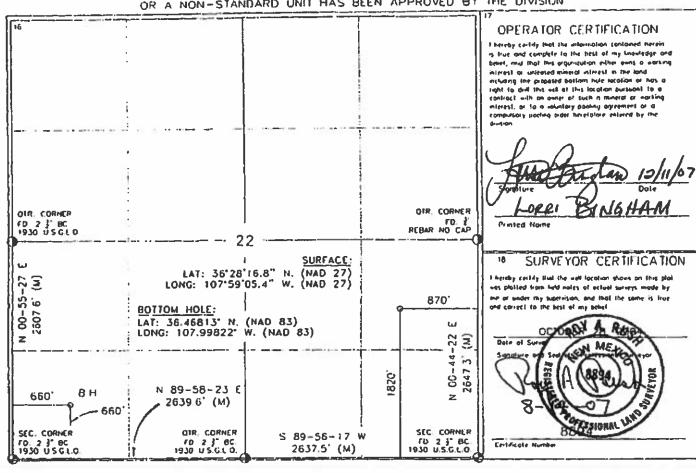
DISTRICT IN 1000 Rio Brazos Rd . Artes N. M. 87410 1220 South St. Francis Dr Sonta Fe. NM 87505

Fee Lease - 3 Copies ☐ AMENDED REPORT

DISTRICT IV 1270 South St. France, Dr., Sonto Fe., NA 87505

| 'API | Number | | | ² Pool Code | | | Pool Name | | |
|-----------------|---------|----------|-------------|------------------------|------------------|------------------|---------------|-----------------|---------------------|
| *Property Co | de | | | | ¹Property Ne | | | | iell Number |
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| OCPID No | | | | | *Operator N | burd | | | flevation |
| - QCA-ID INI | 4 | | | | XTO ENERGY | INC. | NASSAGE | 1985-75 | 6264 |
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| | d (| L | "Bott | om Hole | Location I | [Dilterent Fr | rom Surlace | | |
| UL or let no | Section | Township | Range | Lot Idn | feet from the | North/South line | Feet from the | East/West line | County |
| М | 22 | 26-N | 11=W | l | 600775 | SOUTH | 680425 | WEST | SAN JUAN |
| Ded-called Acre | | L ——·— | 10 Joint Dr | nid | Consolidation Co | de | "Order No | | |
| | | | | | | | INTERESTS H | 1994/1994/1 | E 50 19 49 10 10 10 |

OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



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| A11.0. | | Pit Permit | | Client | XTO Energy |
|---|-------------|--|---------|--------------------------|--|
| Lodestar Service | es, Inc. | | | Project | Pit Permits |
| PO Box 4465, Durang | | Siting Criteria | a | Revised: | 1-Oct-08 |
| V | | Information She | eet | Prepared by: | |
| | | | | | |
| API#: | | 3004532946 | | USPLSS: | 26N, 11W, 22I |
| Name:[| | BERGER #7S | | Lat/Long: | 36.47133/-107.98548 |
| Depth to groundwater: | | >100' | | Geologic formation: | Masiana |
| Distance to closest continuously flowing watercourse: | 15.5 mil | les N to the 'San Juan River' | | | |
| Distance to closest significant watercourse, lakebed, playa lake, or sinkhole: | | W to Gallegos Canyon unnamed dry wash | | | |
| | | | | Soil Type: | Entisols |
| Permanent residence, school, hospital, institution or church within 300' | | No | | | |
| | | | | Annual Precipitation: | Diodinincia. 5.71 , Lathinigton, 6.21 , Otts: |
| Domestic fresh water well or spring within 500' | | No | | Precipitation Notes: | Historical daily max: Bloomfield (4.19") |
| Any other fresh water well or spring within 1000' | | No | | | |
| | | | | | |
| Within incorporated municipal boundaries | | No | | Attached Documents: | 27N 11W i-Waters pdf,27N 12W i-Waters pdf |
| Within defined municipal fresh water well field | | No | | • | Topo map pdf, Aerial pdf, Mines and Quarries Map pdf,i-Waters Ground Water Data Map pdf, FEMA flood zone map pdf |
| Wetland within 500' | | No | N | lining Activity: | None |
| | | | | | |
| Within unstable area | | No | | | |
| Within 100 year flood plain | No- | FEMA Zone 'X' | | | |
| Additional Notes: | | | | | |
| | 340' S to a | tributary of Gallegos Canyon | | | |
| | | | | | |
| | | Pag | ge 1 of | 1 | |
| | | · | | | |

BERGER #7S Below Ground Tank Hydrogeologic Report for Siting Criteria

General Geology and Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The proposed pit location will be located in the northernmost Bisti region of the San Juan Basin within an area dominated by irrigated fields of the Navajo Indian Irrigation Project. The predominant geologic formation is the Nacimiento Formation of Tertiary age, which underlies surface soils and is often exposed (Dane and Bachman, 1965). Deposits of Quaternary alluvial and aeolian sands occur prominently near the surface of the area, especially near streams and washes.

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan basin (Stone et al., 1983). In most of the proposed area, the Nacimiento Formation lies at the surface and grades into the Animas Formation to the west. Thickness of the Nacimiento ranges from 418 to 2232 feet (Stone et al., 1983). Aquifers within the coarser and continuous sandstone bodies of the Nacimiento Formation are between 0 and 1000' deep in this section of the basin (Stone et al., 1983). Groundwater within these aquifers flows toward the San Juan River.

The prominent soil type at the proposed site are entisols and aridisols, which are defined as soils that exhibit little to no any profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area.

The climate of the region is arid, averaging just over 8 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from August through October. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. November through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993).

Site Specific Hydrogeology

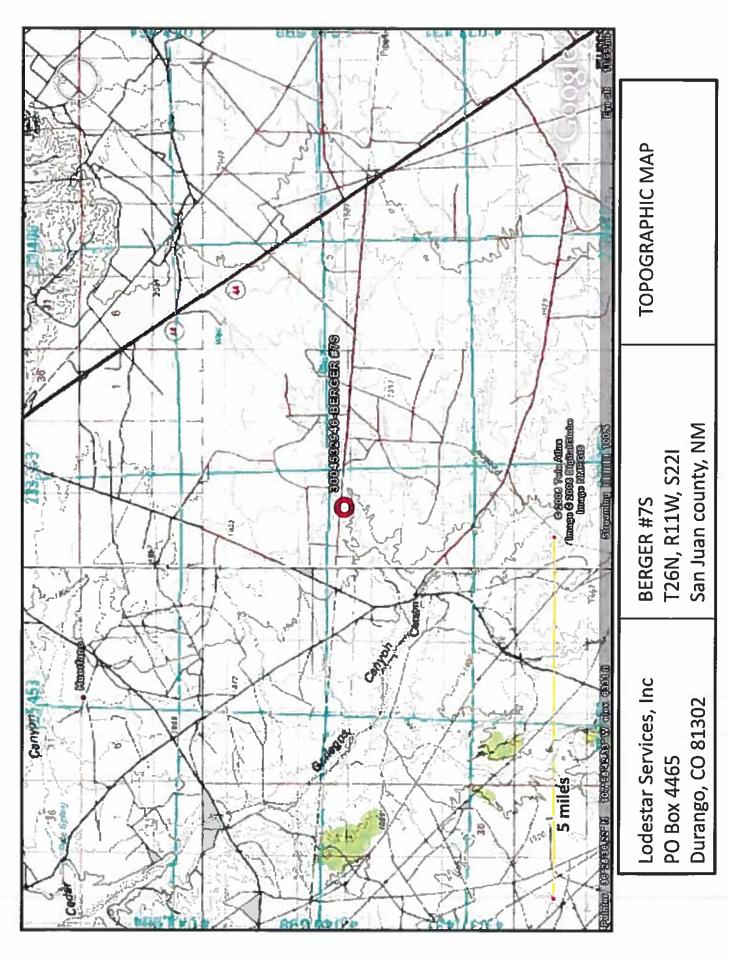
Depth to groundwater is estimated to be greater than 100 feet. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography and proximity to surface hydrologic features are also taken into consideration.

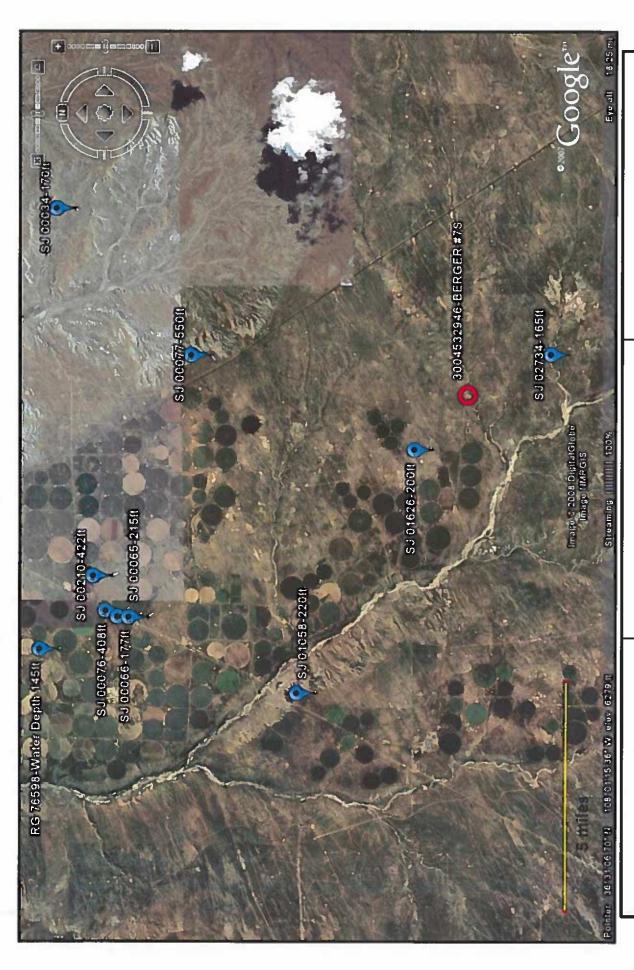
Beds of water-yielding sandstone are present in the Nacimiento Formation, which are fluvial in origin and are interbedded with siltstone, shale and coal. Porous sandstones form the principal aquifers, while relatively impermeable shales form confining units between the aquifers (Stone et al., 1983). Local aquifers exist within the Nacimiento Formation at depth s greater than 100 feet and thicknesses of the aquifer can be up to 3500 feet (USGS, Groundwater Atlas of the US).

The site in question is located on the relatively flat mesa top at an elevation of approximately 6265 feet and approximately 3.3 miles east of Gallegos Canyon. Broad shalely hills are interspersed with occasional sandstone outcrops, and systems of dry washes and their tributaries are evident on the attached aerial image. Groundwater is expected to be shallow within Gallegos Canyon. But the significant distance between the Canyon and the site, as well as an elevation difference of almost 400 feet suggest groundwater is greater than 100 feet at the proposed site.

Lined channels associated with the Navajo Irrigation Project supply water for the fields surrounding the proposed site, which are characterized by center-pivot irrigation patterns. During spring and summer, irrigation practices often produces shallow perched aquifers that are not defined in published literature. These shallow zones of water are not continuous and are not saturated year round.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. Wells located at similar elevations within the irrigated area contain groundwater greater than 100 feet deep. A map showing the location of wells in reference to the proposed pit location is attached.





i-Waters Ground Water Data Map San Juan county, NM T26N, R11W, S22I **BERGER #7S** Lodestar Services, Inc Durango, CO 81302 PO Box 4465

New Mexico Office of the State Engineer POD Reports and Downhoads

POD / Surface Data ReportAvg Depth to Water ReportWater Column Report

WATER COLUMN REPORT 03/22/2008

| | (quarters | are | | 连 | N=NE | (quarters are 1=NW 2=NE 3=SW 4=SE) | _ | | | | | | |
|------------|------------------|-----|-----|----|---------|------------------------------------|---|----|-------|-------|-----------------|-----|-------|
| | (quarters | are | ቪ | ge | it t | (quarters are biggest to smallest) | _ | | Depth | Depth | Water (in feet) | (in | feet) |
| POD Number | Tws | Rng | Sec | מ | 납 | Zone | × | Þí | Well | Water | Column | | |
| SJ 01787 | 27N 11W 07 2 2 | 118 | 0.2 | N | 61 | | | | 650 | | | | |
| SJ 00077 | 27W 11W 26 2 1 3 | 11W | 26 | 61 | m | | | | 1102 | 550 | 552 | | |

Record Count: 2

WATER COLUMN REPORT 09/23/2008

| | | Water Column | 170 65 | |
|-----------------------------------|----------------------|--------------------------|----------------|--|
| | | Well | | |
| | | × | | |
| quarters are 1=NW 2=NB 3=SW 4=SB) | biggest to smallest) | Twa Rng Sec q q q Zone X | 80 61 63 | |
| (quarters are | (quarters are | Twa Rng S | 27N 10W 0 | |
| | | PCD Mumber | SJ 00034 | |

New Mexico Office of the State Engineer POD Reports and Downloads

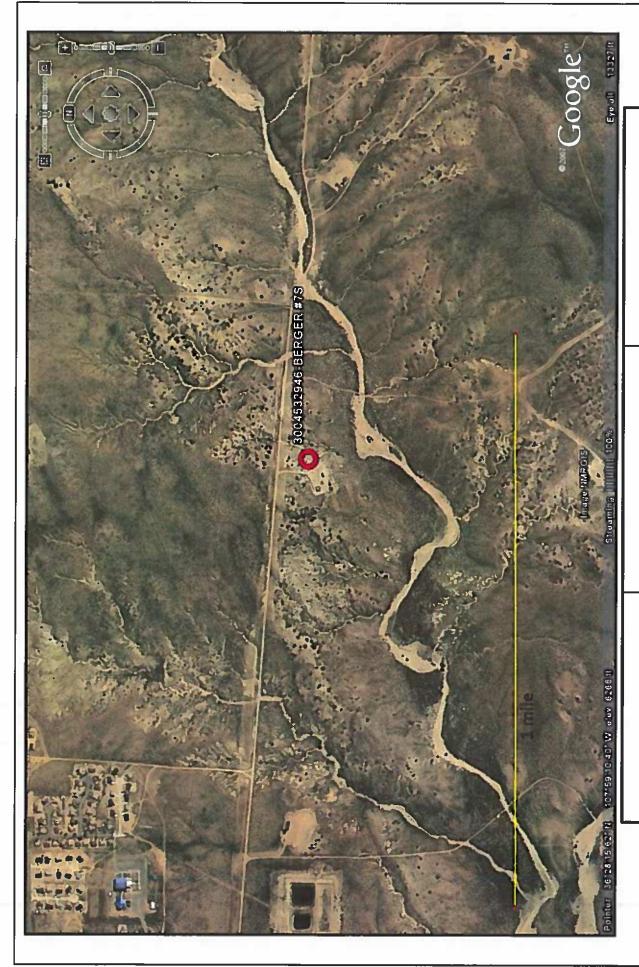
WATER COLUMN REPORT 08/22/2008

| Depth | Y Well Water Column | 408 | 422 | 215 | 177 |
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| | × | | | | |
| uarters are 1=NW 2=NE 3=SW 4=SE) | Zone | | | | |
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| quarters quarters | EWE | 27K | Z7N | _ 27N | 27N |
| | | | | П | |

Record Count: 5

WATER COLUMN REPORT 09/25/2008

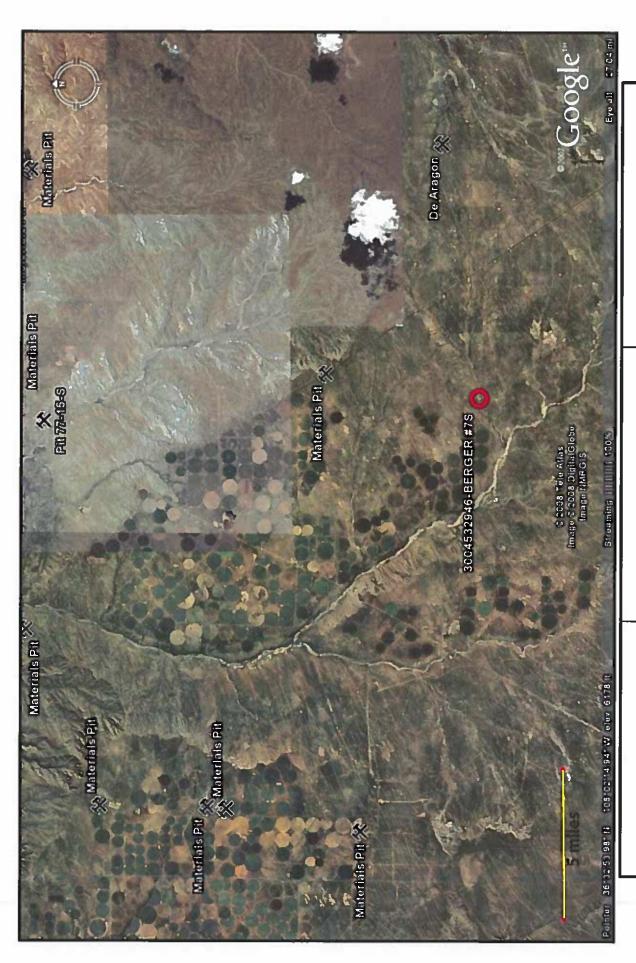
| | Depth | Water | 255 200 55 | £ € | |
|--------------------------------------|------------------------------------|--------------------------|------------|------------------|--|
| (quarters are 1=NW 2=NE $3=SW$ 4=SE) | (quarters are biggest to smallest) | Tws Rng Sec q q q Zone X | 26N 11W | 26N 11W 35 4 3 2 | |
| | | POD Number | SJ 01626 | SJ 02734 | |



Lodestar Services, Inc BEI PO Box 4465
Durango, CO 81302 Sar

BERGER #7S T26N, R11W, S22I San Juan county, NM

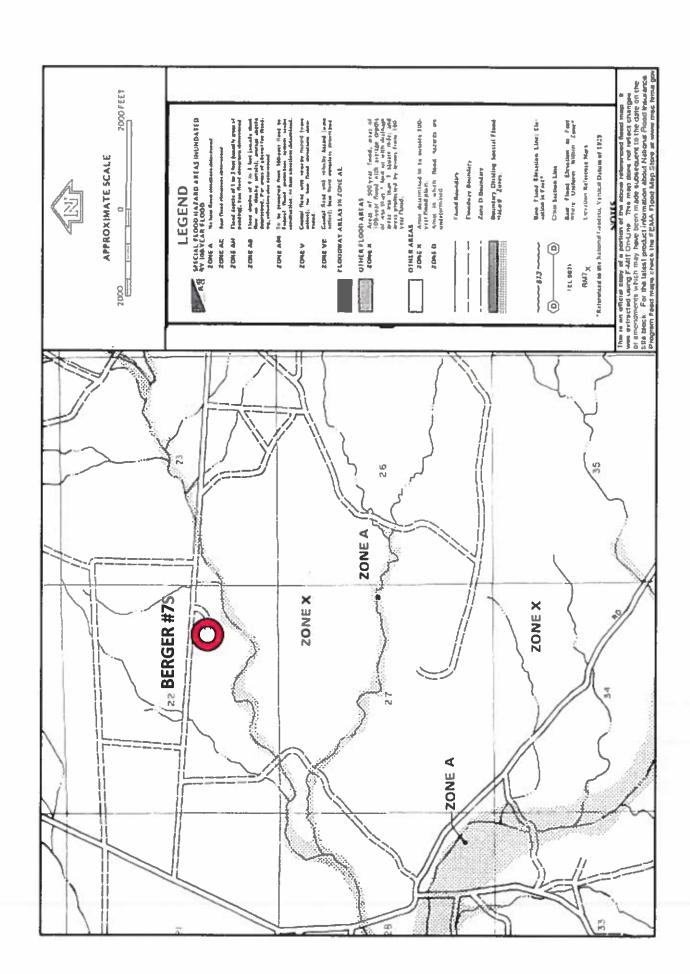
AERIAL PHOTOGRAPH



San Juan county, NM Lodestar Services, Inc Durango, CO 81302 PO Box 4465

T26N, R11W, S22I **BERGER #7S**

Mines and Quarries Map



XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

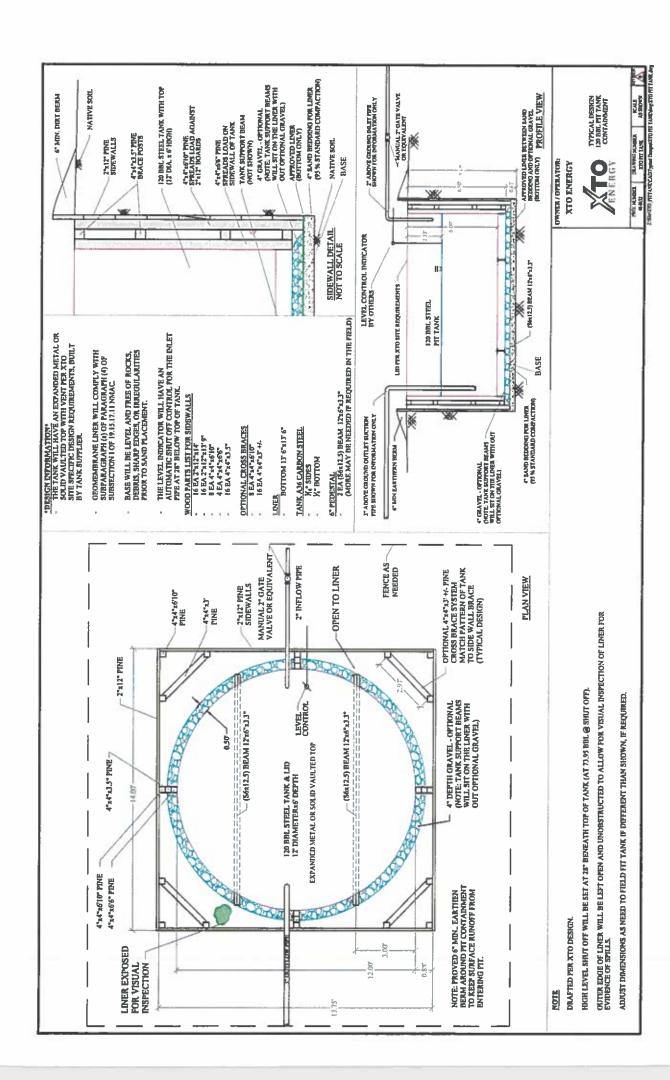
General Plan

- 1. XTO will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- 2. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site operated by XTO where the existing below-grade tank is located. The sign will list the Operator on record as the operator, the location of the well site by unit letter, section, township, range, and emergency telephone numbers.
- 3. XTO is requesting approval of an alternative fencing to be used on below-grade tank locations. Below-grade tank locations will be fenced utilizing 48" steel mesh field-fence (hogwire) with pipe railing along the top. A 6' chain link fence will be utilized around the well pad if the well site is within a city limits or ¼ mile of a permanent residence, school, hospital, institution or church. Below-grade tanks located within 1000' of a permanent residence, school, hospital, institution or church will be fenced by 6' chain link fence with at least two strands of barbed wire at the top. All gates associated with below-grade tanks will remain closed and locked when responsible individuals are not on site.
- 4. XTO shall construct below-grade tanks with an expanded metal covering or solid vaulted top on the top of the below-grade tank.
- 5. XTO will ensure that below-grade tanks are constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight. Tanks will be constructed of A36 carbon steel with 3/16" sides and \(\frac{1}{2} \)" bottom. (See attached drawing).
- 6. The below-grade tank system will 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. Sand bedding (4") will be placed on top of a level foundation to ensure prevention of punctures, cracks or indentations of the liner or tank bottom.
- 7. XTO will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on. Below-grade tanks will be equipped with automatic high level shut-off devices as well as manually operated shut-off valves. (See attached drawing).
- 8. XTO will construct and use below-grade tanks that do not have double walls. The below-grade tank sidewalls will be open for visual inspection for leaks. The sidewalls of the cellar will be constructed with 2" X 12" pine sidewalls and 4" X 4" pine brace posts. The below-grade tank

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Design and Construction Plan
For Below-Grade Tanks
Page 2

bottom will be elevated a minimum of 6" above the underlying ground surface and the belowgrade tank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected. (See attached drawing).

- XTO will equip below-grade tanks designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows. (See attached drawing).
- 10. XTO will demonstrate to the OCD that the geomembrane liner complies with the specifications of Subparagraph (a) of Paragraph (4) of Subsection I of 19.15.17.11 NMAC and obtain approval from OCD prior to the installation of the design. The geomembrane liner shall have a hydraulic conductivity no greater than 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidics and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A. (See attached drawing).
- 11. The general specifications for design and construction are attached.



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XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.12 NMAC the following information describes the operation and maintenance of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- XTO will operate and maintain below-grade tanks to contain liquids and solids, maintain the integrity of the liner and secondary containment system, prevent contamination of fresh water and protect public health and the environment. Fluid levels will be monitored weekly and high levels will be removed as necessary. Monthly inspections will be conducted to monitor integrity of below-grade tank systems and below-grade tanks will be equipped with automatic high-level shut-off devices.
- 2. XTO will not allow below-grade tanks to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the below-grade tank. Below-grade tanks will be equipped with automatic high-level shut-off control devices as well as manually operated shut-off valves. See attached drawing for vault design and placement of diversion berms and shut-off devices.
- 3. XTO will continuously remove any visible or measurable layer of oil from the fluid surface of below-grade tanks in order to prevent significant accumulation of oil.
 - 4. XTO will inspect the below-grade tank monthly and maintain written records for five years. Monthly inspections will consist of documenting the following: (see attached template).

Well Name API# Sec., Twn., Rng. XTO Inspector's name Inspection date and time Visible tears in liner Visible signs of tank overflow Collection of surface run on Visible layer of oil Visible signs of tank leak Estimated freeboard

- 5. XTO will maintain adequate freeboard to prevent over topping of the below-grade tank. High level shut-off devices control the freeboard at an average of 28" beneath the top of the tank.
- XTO will not discharge into or store any hazardous waste in any below-grade tank. 6.
- 7. If a below-grade tank develops a leak, or if any penetration of a below-grade tank occurs below the liquids surface, XTO will remove all liquids above the damage or leak line within 48 hours.

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XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks Page 2

> notify the appropriate division district office within 48 hours of the discovery and repair the damage or replace the below-grade tank. If an existing below-grade tank does not meet current requirements of Paragraphs 1-4 of Subsection I of 19.15.17.11 NMAC the tank will be modified or retrofitted to comply. If compliance can not be achieved XTO will implement the approved closure plan.

| | | MONT | ILY BELO | MONTHLY BELOW GRADE TANK INSPECTION FORM | INSPECTION | N FORM | | |
|--------------------|------------|-------------------------------|----------------------|--|-----------------------|---------------|----------------------|-----------|
| Well Name: | | | | | AP! No.: | | | |
| 4 | ď | | | | | | | |
| Legals | oec: | |] lownsnip: | | Kange: | | | |
| XTO Inspector's | Inspection | Inspection | Any visible liner | Anv visible signs of | Collection of surface | Visible laver | Anv visible signs | Freeboard |
| Name | Date | - | tears (Y/N) | tank overflows (Y/N) | run on (Y/N) | of oil (Y/N) | of a tank leak (Y/N) | Est. (ft) |
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XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- XTO will close below-grade tanks 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. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.
- 4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B

Soil contaminated by exempt petroleum hydrocarbons

Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

- 5. XTO will 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 has approved prior to removal. Any associated liners will be removed, properly cleaned and disposed of per 19.15.9.712 NMAC at San Juan County Landfill. Documentation of the final disposition will be included in the closure report.
- 6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.
- 7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Closure Plan
For Below-Grade Tanks
Page 2

analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or 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 100mg/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. XTO will notify the division of its results on form C-141.

- 8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.
- 9. 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, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.
- 10. Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally. The notification will include the following:
 - i. Operator's name
 - ii. Well Name and API Number
 - iii. Location by Unit Letter, Section, Township, and Range

The surface owner shall also be notified prior to the implementation of any closure operations of below-grade tanks as per the approved closure plan using certified mail, return receipt requested.

- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area.

 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 placed 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. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. Soil cover will be constructed to the site's existing grade and ponding of water and erosion of the cover material will be prevented with drainage control, natural drainages and silt traps where needed.
- 13. XTO will 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 be 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.

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Closure Plan
For Below-Grade Tanks
Page 3

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner;
 - ii. Details on capping and covering, where applicable;
 - iii. Inspection reports;
 - iv. Confirmation sampling analytical results;
 - v. Disposal facility name(s) and permit number(s);
 - vi. Soil backfilling and cover installation;
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable);

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viii. Photo documentation of the site reclamation.

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 89658

QUESTIONS

| Operator: | OGRID: |
|------------------------|--|
| HILCORP ENERGY COMPANY | 372171 |
| 1111 Travis Street | Action Number: |
| Houston, TX 77002 | 89658 |
| | Action Type: |
| | [C-144] Legacy Below Grade Tank Plan (C-144LB) |

QUESTIONS

| Facility and Ground Water | | |
|--|--------------------------|--|
| Please answer as many of these questions as possible in this group. More information will help us identify the appropriate associations in the system. | | |
| Facility or Site Name | Berger 7S | |
| Facility ID (f#), if known | Not answered. | |
| Facility Type | Below Grade Tank - (BGT) | |
| Well Name, include well number | Berger 7S | |
| Well API, if associated with a well | 30-045-32946 | |
| Pit / Tank Type | Not answered. | |
| Pit / Tank Name or Identifier | Not answered. | |
| Pit / Tank Opened Date, if known | Not answered. | |
| Pit / Tank Dimensions, Length (ft) | Not answered. | |
| Pit / Tank Dimensions, Width or Diameter (ft) | Not answered. | |
| Pit / Tank Dimensions, Depth (ft) | Not answered. | |
| Ground Water Depth (ft) | Not answered. | |
| Ground Water Impact | No | |
| Ground Water Quality (TDS) | Not answered. | |

| Below-Grade Tank | |
|---|----------------|
| Subsection I of 19.15.17.11 NMAC | |
| Volume / Capacity (bbls) | 120 |
| Type of Fluid | Produced Water |
| Pit / Tank Construction Material | Steel |
| Secondary containment with leak detection | Not answered. |
| Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off | Not answered. |
| Visible sidewalls and liner | Not answered. |
| Visible sidewalls only | Not answered. |
| Tank installed prior to June 18. 2008 | True |
| Other, Visible Notation. Please specify | Not answered. |
| Liner Thickness (mil) | Not answered. |
| HDPE (Liner Type) | Not answered. |
| PVC (Liner Type) | Not answered. |
| Other, Liner Type. Please specify (Variance Required) | Not answered. |

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS, Page 2

Action 89658

| QUESTI | ONS (continued) |
|---|--|
| Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002 | OGRID: 372171 Action Number: 89658 Action Type: [C-144] Legacy Below Grade Tank Plan (C-144LB) |
| QUESTIONS | , |
| Fencing | |
| Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tank | s) |
| 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) | Not answered. |
| Four foot height, four strands of barbed wire evenly spaced between one and four feet | Not answered. |
| Alternate, Fencing. Please specify (Variance Required) | 4' steel mesh |
| Netting | |
| Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) | |
| Screen | Not answered. |
| Netting | Not answered. |
| Other, Netting. Please specify (Variance May Be Needed) | Expanded metal or solid vaulted top |
| | |
| Signs Subsection C of 19.15.17.11 NMAC (If there are multiple operators at a site, each operator must have | e their own sign in compliance with Subsection C of 19.15.17.11 NMAC.) |
| 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers | Not answered. |
| Signed in compliance with 19.15.16.8 NMAC | True |
| | |
| Variances and Exceptions Justifications and/or demonstrations ofequivalency are required. Please refer to 19.15.17 NMAC for Please check a box if one or more of the following is requested, if not leave blank: | guidance. |
| Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. | Not answered. |
| Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval | Not answered. |

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS, Page 3

Action 89658

| QUE | STIONS (continued) |
|---|---|
| Operator: HILCORP ENERGY COMPANY | OGRID: 372171 |
| 1111 Travis Street Houston, TX 77002 | Action Number: 89658 |
| | Action Type: [C-144] Legacy Below Grade Tank Plan (C-144LB) |
| CHECTIONS | |

QUESTIONS

| 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. Siting criteria does not apply to drying pads or above-grade tanks.

| Siting Criteria, General Siting | |
|--|---------------|
| Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank | No |
| NM Office of the State Engineer - iWATERS database search | True |
| USGS | Not answered. |
| Data obtained from nearby wells | Not answered. |

| Siting Criteria, Below Grade Tanks | |
|---|----|
| Within 100 feet of a continuously flowing watercourse, significant watercourse, lakebed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark) | No |
| Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption | No |

| roposed Closure Method | | |
|--|--------------------------|--|
| Below-grade Tank | Below Grade Tank - (BGT) | |
| Waste Excavation and Removal | Not answered. | |
| Alternate Closure Method. Please specify (Variance Required) | Not answered. | |

| Operator Application Certification | |
|------------------------------------|------------|
| Registered / Signature Date | 11/17/2008 |

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

ACKNOWLEDGMENTS

Action 89658

ACKNOWLEDGMENTS

| Operator: | OGRID: |
|------------------------|--|
| HILCORP ENERGY COMPANY | 372171 |
| 1111 Travis Street | Action Number: |
| Houston, TX 77002 | 89658 |
| | Action Type: |
| | [C-144] Legacy Below Grade Tank Plan (C-144LB) |

ACKNOWLEDGMENTS

| V | I acknowledge that I have received prior approval from the OCD to submit documentation of a legacy below-grade tank on behalf of my operator. |
|---|--|
| V | I hereby certify that the information submitted with this documentation is true, accurate and complete to the best of my knowledge and belief. |

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CONDITIONS

Action 89658

CONDITIONS

| Operator: | OGRID: |
|------------------------|--|
| HILCORP ENERGY COMPANY | 372171 |
| 1111 Travis Street | Action Number: |
| Houston, TX 77002 | 89658 |
| | Action Type: |
| | [C-144] Legacy Below Grade Tank Plan (C-144LB) |

CONDITIONS

| Created By | | Condition Date |
|------------|------|-------------------|
| vvenegas | None | 4/4/2022 |