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. Fiancis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe office.

Form C-144

June 1, 2004

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

Pit or Below-Grade Tank Registration or Closure

	c covered by a "general plan"? Yes 🗌 No r below-grade tank 📋 Closure of a pit or below-gra	
Operator: COG Operating LLC Telephone Address: Fasken Center Tower II, 550 W. Texas Ave., Suite 1300, Midlane		illo@conchoresources.com
		Sec. 16 T: 17S R. 29E
· ·	0-015-35651 U/L or Qtr/Qtr: J	
	32.833559 deg. N Longitude: 104.076140) deg. W NAD: 1927 ⊠ 1983 □
Surface Owner: Federal State Private Indian		
Pit	Below-grade tank	
Type: Dulling ⊠ Production □ Disposal □	Volume: bbl Type of fluid:	1
Workover Emergency	Construction material	1
Lincd 🛮 Unlined 🗀	Double-walled, with leak detection? Yes If no	t, explain why not.
Liner type: Synthetic ☑ Thickness, 12 mil Clay ☐		
Pit Volume 30,000 bbl		
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)
high water elevation of ground water.) 110'	50 feet or more, but less than 100 feet	.(10 points)
ingh water elevation of ground water.)	100 feet or more - X	(0 points) 0
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)
water source, or less than 1000 feet from all other water sources.)	No - X	(0 points) 0
	Less than 200 fect	(20 points)
Distance to surface water: (horizontal distance to all wetlands, playas,	200 feet or more, but less than 1000 feet	(10 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	1000 feet or more - X	(0 points) 0
		0 points
	Ranking Score (Total Points)	v poins ,
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's	relationship to other equipment and tanks (2) Indicate	ate disposal location (check the onsite box if
your are burying in place) onsite 🛛 offsite 🔲 If offsite, name of facility	(3) Attach a general	description of remedial action taken including
remediation start date and end date (4) Groundwater encountered. No 🔲 Y	es 🔲 If yes, show depth below ground surface	ft, and attach sample results.
(5) Attach soil sample results and a diagram of sample locations and excavat	ions.	
Closed by trench burtal, procedure attached and on verbal approval by Mik	e Bratcher on 11-05-2007.	
Dug out SE corner and Center to 8', dug out SW corner to 18'. Installed in	ner at SW side and placed excavated soil back in line	e for second burial trench inside pit and capped.
Lab and field sample results are attached		
L		
I hereby certify that the information above is true and complete to the best		
has been/will be constructed or closed according to NMOCD guideline	s ⊠, a general permit □, or an (attached) altern:	ntive OCD-approved plan .
Date: 11-14-2007		
Printed Name/Title: Gary Miller- Agent	Signature	
Your certification and NMOCD approval of this application/closure does notherwise endanger public health or the environment. Nor does it relieve the regulations.		
Approval:	1.1	
Printed Name/Title	Signature Signed By Mily B.	ENTRY Date NOV 2 6 2007
	- Samo	7,000

Highlander Environmental Corp.

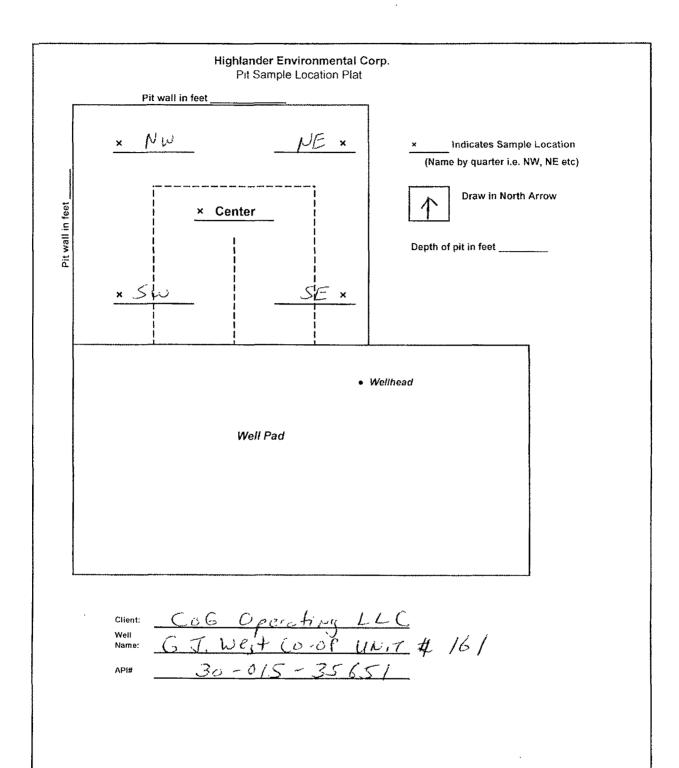
Pit Closure Sampling Report 320X Job Number: Client: Well Name API# Depth of Pit Depth to Groundwater Orientation of pit (N) S All pit sample depths are below pit bottom (BPB) Lab Chloride Field Chloride Depth (BPB) Results Sample Location Results (mg/Kg) (mg/Kg) 160

667

187

` '				!
nter nika	NV	2	100	
*	S E	2	6240	
At 3 Company		10	2080 200	
inside prot at the contents SE copper and at trench, p	Sw	2	9120	
Coste Coste Newsh		10	1840	
2 4 3		20	560	
inside for st				
	Canto	2	7520 6080	
travely 1 st 1. ver Arrect		10	200	
Side the real of soil real soil				
5: d				
Dig burjal trench Sw Side to 18" remare soil of bore but live				
~ \N				1

DNR- Did not run at lab. **BGS-Below Ground Surface** BPB- Below Pit Bottom



Work Order: 7110508 COG/GJ West #161 Page Number: 1 of 2 Eddy County, NM

Summary Report

Gary Miller

Highlander Environmental Services

1910 N. Big Spring Street

 $Midland,\ TX,\ 79705$

Report Date: November 13, 2007

Work Order: 7110508

Project Location:
Project Name:

Sample

141852

Eddy County, NM COG/GJ West. #161

Project Number: 3208

 Date
 Time
 Date

 Description
 Matrix
 Taken
 Taken
 Received

 NE-2'
 soil
 2007-11-02
 00:00
 2007-11-05

 NE-2'
 soil
 2007-11-02
 00:00
 2007-11-05

NW-2 2007-11-02 00:00 2007-11-05 141853 soil SE-10' 2007-11-02 00:00 2007-11-05 141854 soil SW-201 2007-11-02 00:00 2007-11-05 141855 soil 141856 Center-10; 2007-11-02 00:00 2007-11-05 soil

Sample: 141852 - NE-2'

Param	Flag	Result	Units	RL
Chloride		197	mg/Ke	2.00

Sample: 141853 - NW-2'

Param	Flag	Result	Units	RL
Chloride		336	mg/Kg	2.00

Sample: 141854 - SE-10'

Param	Flag	Result	Units	RL
Chloride		245	mg/Kg	2 00

Sample: 141855 - SW-20'

Param '	Flag	Result	Units	RL
Chloride	to action to the factors one to a common and	667	mg/Kg	2.00

Sample: 141856 - Center-10'

TraceAnalysis, Inc. • 6701 Aberdeen Ave., Suite 9 • Lubbock, TX 79424-1515 • (806) 794-1296

This is only a summary. Please, refer to the complete report package for quality control data.

Report Date: November 13, 2007 3208 Work Order: 7110508 COG/GJ West #161 Page Number: 2 of 2 Eddy County, NM

Param	Flag	Result	Units	RL
Chloride		187	mg/Kg	2 00

District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazza Rood, Aztec, NM 87410
District Liver State of Control of Cont

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division

1220 South St. Francis Dr.

3208

Form C-144 June 1, 2004

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe office

Santa Fe, NM 87505 Pit or Below-Grade Tank Registration or Closure

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \(\sum \) No \(\sum \)

SEP 0 6 2007

Operator COG Operating LLC Telephone. 4	132-685-4332 e-mail address: kca	rrillo@conchoresources.com		
Address 550 W. Texas, Suite 1300 Mid	land, TX 79701			
Facility or well name GJ West Coop Unit #161 API#.	30-015-35651 U/L or Qtr/Qtr	Scc 16 T 17S R 29E		
County. EDDY Latitude 32.	833559° N Longitude 104.07614	10° W NAD 1927 ⊠ 1983 □		
Surface Owner Federal 🗌 State 🖾 Private 🔲 Indian 🗍				
<u>Pit</u>	Below-grade tank			
Fypc Drilling 🗵 Production 🗌 Disposal 🗍	Volume:bbl Type of fluid:			
Workover				
Lined 🖸 Unlined 🗋 Double-walled, with leak detection? Yes 🗋 If not, explain why not				
Liner type. Synthetic Thickness 12 mil Clay				
Pit Volume 3000 bbl				
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)		
high water elevation of ground water) 110'	50 feet or more, but less than 100 feet	(10 points)		
	100 feet or more	(0 points)		
Wellhead protection area (Less than 200 feet from a private domestic	Yes	(20 points)		
water source, or less than 1000 feet from all other water sources)	No	(0 points)		
	Less than 200 feet	(20 points)		
Distance to surface water (horizontal distance to all wetlands, playas,	200 feet or more, but less than 1000 feet	(10 points)		
irrigation canals, ditches, and perennial and ephemeral watercourses)	1000 feet or more	(0 points)		
	Ranking Score (Total Points)			
If this is a pit closure: (1) Attach a diagram of the facility showing the pit your are burying in place) onsite offsite foffsite, name of facility remediation start date and end date. (4) Groundwater encountered No (5) Attach soil sample results and a diagram of sample locations and excavate	Yes If yes, show depth below ground surface_	al description of remedial action taken including		
Additional Comments: COG Operating LLC	proposes to close the drilling pit as	follows:		
Remove fluids from pit.				
A deep trench pit will be constructed next to t	· ·			
The contents will be encapsulated in this pit a				
3. Cover liner w/20 mil liner w/ excess of 3' on a	all sides as per option IV B.3.(b) of Pit	and Below-Grade Tank Guidelines.		
4 Cover w/ a minimum of 3' of native soil.				
Contour pit to prevent erosion & ponding of ra	ainwater.			
I hereby certify that the information above is true and complete to the best has been/will be constructed or closed according to NMOCD guideline	of my knowledge and belief 1 further certify the es \boxtimes , a general permit \square , or an (attached) alter	at the above-described pit or below-grade tank rnative OCD-approved plan □.		
Date09/05/07				
	1, .			
Printed Name/fittle Kanicia Carrillo, Regulatory Analy	yst Signature	<u> </u>		
Printed Name/Title Kanicia Carrillo, Regulatory Analy Your certification and NMOCD approval of this application/closure does otherwise endanger public health or the environment. Nor does it relieve	not relieve the operator of hability should the conte	nts of the pit or tank contaminate ground water or h any other federal, state, or local laws and/or		
Printed Name/Fitte Kanicia Carrillo, Regulatory Analy Your certification and NMOCD approval of this application/closure does to otherwise endanger public health or the environment. Nor does it relieve to regulations	not relieve the operator of hability should the conte the operator of its responsibility for compliance wit	nts of the pit or tank contaminate ground water or h any other federal, state, or local laws and/or		
Printed Name/Title Kanicia Carrillo, Regulatory Analy Your certification and NMOCD approval of this application/closure does to otherwise endanger public health or the environment. Nor does it relieve to regulations	not relieve the operator of liability should the conte the operator of its responsibility for compliance wit ee Attached	nts of the pit or tank contaminate ground water or hany other federal, state, or local laws and/or Date SEP 7 2007		

Stipulations for Closure Of Pits

If pit is situated in an agricultural area pit contents must be hauled to an NMOCD approved disposal area.

Samples are to be obtained from pit area and analysis submitted to NMOCD prior to back filling. Notify NMOCD 24 hours prior to obtaining samples.

Notify NMOCD 24 hours prior to beginning closure.