District 1
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue. Artesia, NM 88210
District III
1000 Rio Biazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fc, NM 87505

State of New Mexico Energy Minerals and Natural Resources

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

Pit or Below-Grade Tank Registration or Closure
Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq \) No \(\subseteq \)

| Type of action. Registration of a par | or below-grade tank [] Closure of a pit or below- | grade tank 💹 |
|---|---|---|
| Operator: COG Operating LLC Telepho | ne: 432-685-4332 e-mail address ke | :arrillo@conchoresources.com |
| Address: Fasken Center Tower II, 550 W. Texas Ave., Suite 1300, Midl | | |
| | 30-015-35652 U/L or Qtr/Qtr. K | Sec. 16 T: 17S R 29E |
| · | : 32.833550 deg. N Longitude: 104.080 | |
| Surface Owner: Federal State Private Indian | ingland to move | 22 / dog. // 1715. 172 / 23 1705 |
| Pit | Below-grade tank | |
| Type: Drilling ⊠ Production ☐ Disposal ☐ | Volume:bbl Type of fluid: | |
| Workover Emergency | Construction material: | |
| Lined \(\subseteq Unlined \(\subseteq \) | Double-walled, with leak detection? Yes I II | |
| Liner type: Synthetic M Thickness: 12 mil Clay | Dodole-waned, white leak detection. Tes [] in | inot, explain why not. |
| Pit Volume: 30,000 bbl | | ~ · · · · · · · · · · · · · · · · · · · |
| Fit Voidine. 30,000 out | Less than 50 feet | (20 :) |
| Depth to ground water (vertical distance from bottom of pit to seasonal | | (20 points) |
| high water elevation of ground water) 110' | 50 feet or more, but less than 100 feet | (10 points) |
| | 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 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 fect or more - X | (0 points) 0 |
| | 1000 rect of finale - X | |
| | Ranking Score (Total Points) | 0 points |
| If this is a pit closure: (1) Attach a diagram of the facility showing the p | t's relationship to other equipment and tanks. (2) Ir | ndicate disposal location: (check the onsite box if |
| your are burying in place) onsite \(\square\) offsite \(\square\) If offsite, name of facility | . (3) Attach a gene | ral description of remedial action taken including |
| remediation start date and end date (4) Groundwater encountered No | | |
| (5) Attach soil sample results and a diagram of sample locations and excar | | |
| Closed by trench burial, procedure attached and on verbal approval by N | | |
| | ike Diatelier 011 11-00-2007. | |
| Lab and field sample results attached. | | |
| | | |
| | | |
| | | |
| | | |
| I hereby certify that the information above is true and complete to the be | st of my knowledge and heliof. I forther partify th | not the above described air or below made tout. |
| has been/will be constructed or closed according to NMOCD guideli | nes 🛛, a general permit 🗌, or an (attached) alte | ernative OCD-approved plan . |
| · | | |
| Date: 11-14-2007 | 1//2 - | |
| Printed Name/Title · Gary Miller – Agent | Signature | * * * * * * * * * * * * * * * * * * * |
| Your certification and NMOCD approval of this application/closure doe otherwise endanger public health or the environment. Not does it relieve regulations. | | |
| Approval: | - J.J. | NOV 2 6 2007 |
| Printed Name/Title | Signed By Miles | DEMINICIE DATE |

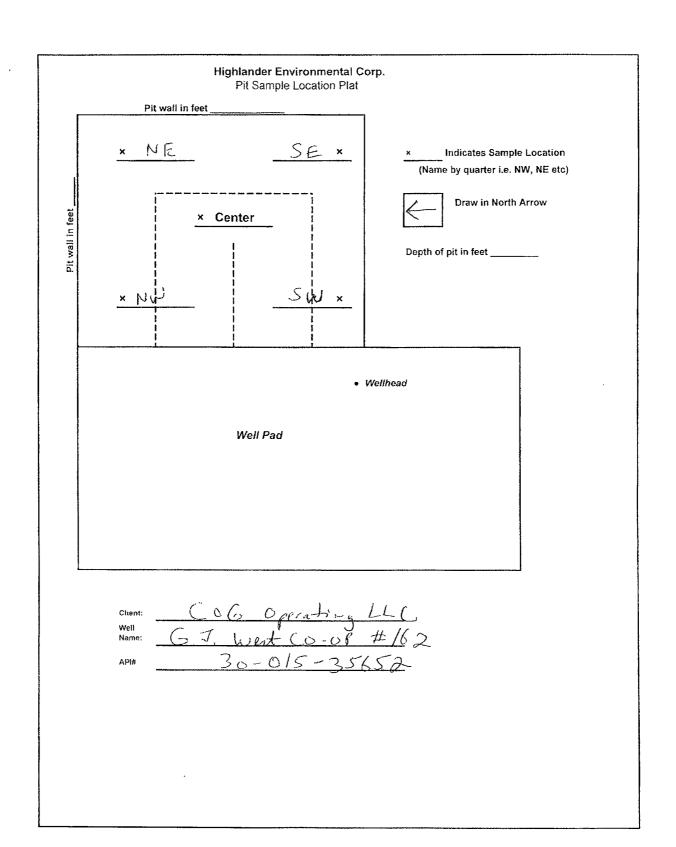
Highlander Environmental Corp.

| | Pit Closu | are Sampling Re | eport | | |
|-------------------|------------------------------|-----------------|-----------------------------------|------------------------------------|--|
| Job Number: | 3252 | | | | |
| Client: | COG Operating LLC | | | | |
| Well Name | GJ Was | | # 162 | | |
| API# | 30- | -015=- 35 | 652 | | |
| Depth of Pit | 2 | 1 | | | |
| Depth to | | | | | |
| Groundwater | /10 ' | Orientation of | pit N S (E) W | | |
| · · | mple depths are below pit bo | ottom (BPB) | · | | |
| 10-9- | Sample Location | Depth (BPB) | Field Chloride Results (mg/Kg) | Lab Chloride Results (mg/Kg) | |
| | NE | Q | 100. | <100 | |
| * > | ` | | | | |
| ا خ | | | | | |
| | NV | 2 | 100 | 136 | |
| o o o | | | | | |
| | | | | | |
| - + | SE | 1 2 | 100 | <100 | |
| 2 3 | | | | | |
| WSoil To Brats | | | | | |
| <i>'</i> 3 | SW | <u> </u> | 1520 | | |
| - 0 | | 5 | 100 | < 100 | |
| | | | | | |
| 46 5 | Centro | 2 | 680 | | |
| · Kr | | .5 | 100 | <100 | |
| 3 6 | | | | | |
| OREZ - BackSill w | | | | | |
| | | | | | |
| <u> </u> | | | | | |
| | | | | | |
| 3 | | | | | |
|) | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | ı | 1 | 1 | |

DNR- Did not run at lab.

BGS- Below Ground Surface

BPB- Below Pit Bottom



Work Order: 7110735 COG/GJ West #162

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: 7110735

Project Location: Eddy County, NM

COG/GJ West #162

Project Name: Project Number: 3252

| | | | Date | Time | Date |
|--------|-------------|--------|------------|-------|------------|
| Sample | Description | Matrix | Taken | Taken | Received |
| 142126 | NE 2.0° | soil | 2007-11-06 | 00:00 | 2007-11-07 |
| 142127 | NW 2.0 | soil | 2007-11-06 | 00:00 | 2007-11-07 |
| 142128 | SE 2.0 | soil | 2007-11-06 | 00:00 | 2007-11-07 |
| 142129 | SW 5.0 | soil | 2007-11-06 | 00:00 | 2007-11-07 |
| 142130 | Center 5.0' | soil | 2007-11-06 | 00:00 | 2007-11-07 |

Sample: 142126 - NE 2.0'

| Param | Flag | Result | Units | RL |
|----------|------|--------|-------|------|
| Chloride | | <100 | mg/Kg | 2.00 |

Sample: 142127 - NW 2.0'

| Param | Flag | Result | Units | RL |
|----------|------|--------|-------|------|
| Chloride | | 136 | mg/Kg | 2 00 |

Sample: 142128 - SE 2.0'

| Param | Flag | Result | Units | RL |
|----------|------|--------|-------|------|
| Chloride | | <100 | mg/Kg | 2.00 |

Sample: 142129 - SW 5.0'

| Param | Flag | Result | Units | RL |
|----------|------|--------|--------|------|
| Chloride | | <100 | ıng/Kg | 2.00 |

Sample: 142130 - Center 5.0'

Report Date: November 13, 2007 3252

Work Order 7110735 COG/GJ West #162 Page Number 2 of 2 Eddy County, NM

| Param | Flag | Result | Units | RL |
|----------|------|--------|-------|------|
| Chloride | | <100 | mg/Kg | 2.00 |

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State of New Mexico Energy Minerals and Natural Resources

3252

orm C-144 June 1, 2004

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq \text{No} \(\subseteq \)

Type of action Registration of a pit or below-grade tank

Closure of a pit or below-grade tank Telephone 432-685-4332 e-mail address kcarrillo@conchoresources.com COG Operating LLC Operator 550 W. Texas, Suite 1300 Midland, TX 79701 Address Facility or well name: GJ West Coop Unit #162 API# 30-015-35652 U/L or Qtr/Qtr K Scc 16 T 17S R 29E Latitude 32.833550° N Longitude 104.080294° W NAD 1927 ⊠ 1983 □ EDDY Surface Owner Federal State Private Indian Pit Below-grade tank SFP 2 4 2007 Type Drilling Production Disposal D Volume. _____bbl Type of fluid _ Construction material OCD-ARTESIA Lined Dulined Double-walled, with leak detection? Yes If not, explain why not. Liner type Synthetic Thickness 12 mil Clay Pit Volume 3000 Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal 50 feet or more, but less than 100 feet (10 points) high water elevation of ground water.) 100 feet or more (0 points) (20 points) Yes Wellhead protection area (Less than 200 feet from a private domestic No (0 points) water source, or less than 1000 feet from all other water sources) Less than 200 feet (20 points) Distance to surface water. (horizontal distance to all wetlands, playas, 200 fect or more, but less than 1000 feet (10 points) urigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) Ranking Score (Total Points) 0 points 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 disposal location (check the onsite box if remediation start date and end date. (4) Groundwater encountered. No 🛛 Yes 🔲 If yes, show depth below ground surface_____ (5) Attach soil sample results and a diagram of sample locations and excavations COG Operating LLC proposes to close the drilling pit as follows: Additional Comments. 1 Remove fluids from pit A deep trench pit will be constructed next to the existing reserve pit and lined with a 12 mil liner. The contents will be encapsulated in this pit and the liner will be folded over the mud & cuttings Cover liner w/20 mil liner w/ excess of 3' on all sides as per option IV B.3.(b) of Pit and Below-Grade Tank Guidelines. Cover w/ a minimum of 3' of native soil. Contour pit to prevent erosion & ponding of rainwater I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines \(\sigma\), a general permit \(\subseteq\), or an (attached) alternative OCD-approved plan \(\subseteq\). 09/21/07 Kanicia Carrillo, Regulatory Analyst Printed Name/Title Signature Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations Approvat Gerry Gurre 2007 OCT 9 Printed Name/Title Compliance Officer Signature