District 1 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W, Grand Avenue, Artesia, NM 88240 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

> 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 🗌 No 🔀 Lype of action Registration of a pit or below-grade tank 🔲 Closure of a pit or below-grade tank 🖾 Operator COG Operating, LLC Telephone (432) 685-4340 esmail address PEdwards a conchoresources com 550 West Texas Ave., Suite 1300, Midland, Texas 79701 Address Facility or well name. G J West Coop Unit #156 API#-30-015-35578 U1 or Qtr/Qtr Sec 21 1-17-S R-29-1-Λ County Fddy Latitude 32 824654N I ongitude 104 07448W NAD 1927 X 1983 🗌 Surface Owner Federal 🗌 State 🗌 Private 🛛 Indian 🗌 Pit Below-grade tank Type: Drilling 🛛 Production 🗌 Disposal 🗌 Volume bbl Type of fluid Workover 🔲 Emergency 🗌 Construction material I med 🛛 Unlined 🗌 Double-walled, with leak detection? Yes 🔲 If not, explain why not Liner type Synthetic 🛛 Thickness 12 mil Clay 🗌 Pit Volume 5,000 bbl 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) 0 high water elevation of ground water) 1103 100 feet or more (0 points) Yes (20 points) 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 feet or more, but less than 1000 feet (10 points) irrigation canals, ditches, and perennial and ephemeral watercourses) 1000 feet or more (0 points) 0 â **Ranking Score (Total 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 your arc 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 🗌 Yes 🛄 If yes, show depth below ground surface______ht and attach sample results (5) Attach soil sample results and a diagram of sample locations and excavations. Additional Comments

Closed by trench burial, procedure attached, on 9-27-2007, on verbal approval by Mike Bratcher, Lab and field sample results are attached

I hereby certily 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 X, a general permit \Box , or an (attached) alternative OCD-approved plan \Box .

Date. 10-16-07

Printed Name/Title Gary Miller, Agent

Signature

Your certification and NMOCD approval of this application/closure does not relieve the operator of hability 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 periodisibility for compliance with any other federal, state, or local laws and/or regulations.

Approval

Printed Name/Litle

Signature Signed By Mile Brance

NOV 2 6 2007

Highlander Environmental Corp.

Pit Closure Sampling Report

Job Number:	
Client:	-
Well Name	
API#	
Depth of Pit	
Depth to	
Groundwater	

3168			
3168 106 Ciperation & J. West Co. 30-015-3551	<u>((CC</u>		
GJ. West Co.	Sp Whit	#156	
30-115-3551	ġ		
10'			
110'	Orientation of	pit (N S E W	
mple depths are below pit			
			Lab Chlor
Sample Location	Depth (BPB)	Field Chloride	Results
		Results (mg/Kg)	(mg/Kg)
NE	2	240	253
NW		200	316
5 €	2	140	140
NE NW SE SW	2 2 2	140	262
Pontor	2	240	262
		-	
		-	
		1	1

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DNR- Did not run at lab

BGS- Below Ground Surface

BPB- Below Pit Bottom

Ok To Clar M. Bratcher - Verbar

	Highlander Environmental (Pit Sample Location Plat		ł
	Pit wall in feet	7	
	× XIW × XIE	× Indicates Sample Location (Name by quarter i.e NW, NE etc)	
Pit wall in feet	× Center	Draw in North Arrow	
P.	<u>×50</u> <u>×5E</u>		,
			*
	•	Wellhead	\$
	Well Pad		
			**
			,
			ŝ
	Chent (OC: Ciperatin, CC Well Name: C. J. West Coop U. APH 30.015-35573	<u>i. + #156</u>	
			,
			\$ \$ \$
			\$

Report Date: October 3, 2007 3168

Summary Report Gary Miller Report Date: October 3, 2007 Highlander Environmental Services 1910 N Big Spring Street Work Order. 7092716 Midland, TX, 79705 Project Location: Eddy County, NM Project Name-COG/G J West Coop Unit #156 Project Number 3168Date Time Date Sample Description Matrix Taken Taken Received 137554 NE 2' 2007-09-24 00:00 2007-09-26 soil 137555NW 2' 2007-09-24 00:00 2007-09-26 soil SE 2' 137556soil 2007-09-24 00:00 2007-09-26 137557Center 2' soil 2007-09-24 00:00 2007-09-26 137558SW 2' soil 2007-09-24 00.00 2007-09-26 Sample: 137554 - NE 2' Param Flag Result Units RLChloride 258 mg/Kg $2\,00$ Sample: 137555 - NW 2' Param Flag Result Units RLChloude 316 $\overline{2}\,\overline{0}0$ mg/Kg Sample: 137556 - SE 2' Param Flag Result Units RL Chloride 140 mg/Kg 2.00Sample: 137557 - Center 2' Param Flag Result Units \mathbf{RL} Chloude 262 2 00 mg/Kg

Sample: 137558 - SW 2'

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 Octo 3168	ober 3, 2007	Work Order, 7092716 COG/G J West Coop Unit	5 ; #156	Page Number, 2 of Eddy County, NA
Param Chloride	Flag	Rcsult 262	Units mg/Kg	<u>R</u> 20
	/			
TraceAna This	alysis, Inc. • 6701 Al is only a summary P	berdeen Ave., Suite 9 • Lubboc lease, refer to the complete report	k, TX 79424-1515 • package for quality co	(806) 794-1296 ontrol data.

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Summer Stoppes to Appropriate District State of New Mexico	1 orm C-103	
Office Energy, Minerals and Natural Resources	May 27, 2004	
1625 N. French Dr., Hobbs, NM 88240 WEL	L API NO.	
District II 1301 W. Grand Ave, Artesia, NM 88210	30-015-35578	
District III Santa St. Francis Dr.	dicate Type of Lease STATE SFEE	
1000 Rio Brazos Rd, Aztec, NM 87410 District IV Santa Fe, NM 87505	ate Oil & Gas Lease No	
1220 S St Francis Dr , Santa Fc, NM		
87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. L	ease Name or Unit Agreement Name	
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A	case Name of Omr Agreement Name	
DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH	G J West Coop Unit	
PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other	/ell Number 156	
	GRID Number	
COG Operating LLC	229137	
3. Address of Operator 0CD-ARTESIA 10.	Pool name or Wildcat 97558	
550 W. Texas Ave., Suite 1300 Midland, TX 79701 GJ;	7RVS-QN-GB-GLORIETA-YESO	
4. Well Location		
Unit Letter A : 990' feet from the North line and 990' fee	t from the <u>East</u> line	
Section 21 Township 17S Range 29E	NMPM County EDDY	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		
3566' GR		
Pit or Below-grade Tank Application 🗌 or Closure 🛛		
Pit type <u>DRILLING</u> Depth to Groundwater <u>110'</u> Distance from nearest fresh water well <u>1000'</u> Distance fresh water well <u>1000'</u> Distance fresh water well <u>1000'</u> Dis	tance from nearest surface water 1000	
Pit Liner Thickness: 12 mil Below-Grade Tank: Volume bbls; Construction Mate	rial	
12. Check Appropriate Box to Indicate Nature of Notice, Repo	rt or Other Data	
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING		
PULL OR ALTER CASINGMULTIPLE COMPLCASING/CEMENT JOB		
OTHER: Pit closure 🛛 OTHER:		
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give		
of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach w or recompletion.		
of recompletion.	32.824654	
COG Operating LLC proposes to close the drilling pit as f		
	104.01.01	
1. Remove fluids from pit.		
2. A deep trench pit will be constructed next to the existing reserve pit and lined will	h a 12 mil liner	
The contents will be encapsulated in this pit and the liner will be folded over the	mud and cuttings.	
3. Cover liner with 20 mil liner with excess of 3' on all sides as per option IV.B 3.(b)	of the	
Pit and Below-Grade Tank Guidelines.	-	
4. Cover with a minimum 3' of native soil Notify OCD 24 hou	urs prior to beginning	
pit closure.		
5. Contour pit to prevent erosion and ponding of rainwater.	e obtained from	
pit area and ana NMOCD prior t	lysis submitted to o back-filling	
	· · · · j	
I hereby certify that the information above is true and complete to the best of my knowledge and		
grade tank has been/will be constructed or closed according to NMOCD guidelines], a general permit] or an (attached) alternative OCD-approved plan [].	
SIGNATURE CES TITLE Regulatory Analyst	DATE 07-24-07	
Type or print name Kanicia Carrillo E-mail address: kcarrillo@conchoresources.com Telephone No. 432-685-4332		
For State Use Only		
APPROVED BY Accepted for mand an TITLE	DATE 7/ 3007	
APPROVED BY Accepted for record . NDATUTLE	UNIL 11/ 7010/	

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Conditions of Approval (if any): Accepted for record - NIMOCD