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

> 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-Gra	ade Tank Registration or Clos	sure
Is pit or below-grade tar	ik covered by a "general plan"? Yes 🗌 N	10 🖂
Type of action Registration of a pit	or below-grade tank Closure of a pit or below-g	grade tank 🛛
Operator COG Operating, LLC Telephone	e-ma	ail address PEdwards@conchoresources com
Address 550 West Texas Ave , Suite 1300, Midland, Texas 79701	(152) 003-1540	an address - i Edwards@conchoresources.com
Facility or well name Leaker CC #11 API #: 30-025-	38620 UL or Qtr/Qtr B Sec	16 T-17-S R-32-E
	2.840863° N Longitude 103.769382° W	NAD 1927 X 1983
Surface Owner Federal 🗌 State 🛛 Private 🗌 Indian 🗌	2.040005 IN Longhade 105.707502 W	NAD 1927 X 1965
Pit	Below-grade tank	
Type Drilling Production Disposal	Volumebbl Type of fluid	
Workover [] Emergency []	Construction material:	
	Double-walled, with leak detection? Yes	—
Liner type Synthetic 🛛 Thickness 12 mil Clay		not, explain why not
Pit Volume 5,000 bbl		
	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) 0
	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) 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 feet or more	(0 points) 0
	Ranking Score (Total Points)	0
If this is a pit closure: (1) Attach a diagram of the facility showing the pit'	s relationship to other equipment and tanks. (2) Ind	icate disposal location. (check the onsite box if
your are burying in place) onsite 🛛 offsite 🔲 If offsite, name of facility_	(3) Attach a genera	l description of remedial action taken including
remediation start date and end date (4) Groundwater encountered: No 🖂 🗅	Yes 🔲 If yes, show depth below ground surface	ftaand attach sample results
5) Attach soil sample results and a diagram of sample locations and excava	tions	Ner
Additional Comments		
Closed by trench burial, verbally approved by Larry Johnston on 5-12-08.		Bd Ald
Lab and field sample results are attached		MAY 1 6 2008
All material with chloride levels above 250 mg/kg were removed and place	e in tha lined burial trench on the east side of the res	erve pit
DER BURY		
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 guideline	s X, a general permit 🖾, or an (attached) altern	ative OCD-approved plan .
Date 5-15-08	1/1	
Printed Name/Title Gary Miller, Agent	Signature	
Your certification and NMOCD approval of this application/closure does n	ot relieve the operator of liability should the conten	ts of the pit or tank contaminate ground water or
otherwise endanger public health or the environment. Nor does it relieve the regulations	ne operator of its responsibility for compliance with	any other federal, state, or local laws and/or
-		
Approval	- phuso	~
Printed Name/Title	SIGNATURE ENVIRONMENTAL ENC	INFER Date 5.22.99

From 'Jeremy Jones' <jjones@hec-enviro.com>

To 'Gary Miller' <gmiller@hec-enviro.com>

Subject cog - leaker cc 11

Highlander Environmental

	Corp.	P	it Closure	
	Sampling Report			
Job Number:	3264	Date:	5/8/2008	
Client:	COG			
Well Name	LEAKER CC #11	LEA CO. NM		
API#	30-025-38620			
Depth of Pit	8'			
Depth to	Orientation	of pit N		
Groundwater	Burial trenc	h location from reserve p	it E	

All pit sample depths are *below*

depths are below				
Depth (BPB)	Field Chloride Results (mg/Kg)			Soil to be left in-situ
2'	200	<100	le la construcción de la constru	
2'	400		X	
5' 10'	2600 200	<100		
2'	400		×	
5'	200	<u> </u>		
2'	200	140	,	
2'	400	2	×	
5	250	505		
	Depth (BPB) 2' 2' 5' 10' 2' 5' 2' 5' 2' 5'	Depth (BPB) Field Chloride Results (mg/Kg) 2' 200 2' 200 2' 400 5' 2600 10' 200 2' 400 5' 2600 10' 200 2' 400 2' 200 2' 200 2' 200 2' 200 2' 200 2' 200 2' 200 2' 200 2' 200	Depth (BPB)Field Chloride Results (mg/Kg)Lab Chloride Results (mg/Kg)2'200 $2'2002'4005'260010'2002'4002'2002'4002'2002'2002'2002'4002'2002'4002'400$	Depth (BPB)Field Chloride Results (mg/Kg)Lab Chloride Results (mg/Kg)Soil to be excavated2'200 <100 <100 2'400 $×$ 5'2600 $×$ 10'200 <100 2'400 $×$ 5'2600 $×$ 0 <100 $×$ 10'200 <100 2'400 $×$ 2'400 $×$ 2'200 <100 2'200 <100 2'200 <100 2'200 <100 2'400 $×$ 2'400 $×$

BGS- Below Ground Surface

BPB- Below Pit Bottom

Apour by Lang Johnson

Highlander Environmental Corp. Pit Sample Location Plat Pit wall in feet × NW JÉ. x Indicates Sample Location × (Name by quarter i.e. NW, NE etc) Draw in North Arrow ⋀ Pit wall in feet × Center 0 Depth of pit in feet 0 | E× × 5 5 • Wellhead Well Pad Col Oper. Leaker COH 11 Client: Well Name: 30025 38620 API#

Summary Report

Gary Miller Highlander Environmental Services 1910 N. Big Spring Street Midland, TX, 79705

Report Date: May 15, 2008

Work Order: 8050946

Project Location:Lea County, NMProject Name:COG-Leaker CC #11Project Number:3264

			Date	Time	Date
Sample	Description	Matrix	Taken	Taken	Received
159421	NE 2'	soil	2008-05-08	00:00	2008-05-09
159422	NW 10'	soil	2008-05-08	00:00	2008-05-09
159423	SE 5'	soil	2008-05-08	00:00	2008-05-09
159424	SW 2'	soil	2008-05-08	00:00	2008-05-09
159425	Center 5'	soil	2008-05-08	00:00	2008-05-09

Sample: 159421 - NE 2'

Param	Flag	Result	\mathbf{Units}	RL
Chloride		<100	mg/Kg	2.00

Sample: 159422 - NW 10'

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

Sample: 159423 - SE 5'

Param	Flag	Result	Units	\mathbf{RL}
Chloride		<100	mg/Kg	2.00

Sample: 159424 - 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: May 3264	15, 2008	<u> </u>		Page Number: 2 of 2 Lea County, NM
Param	Flag	Result	Units	RL
Chloride		146	m mg/Kg	2.00
Sample: 159425	- Center 5'			
Param	Flag	Result	\mathbf{Units}	RL
Chloride		305	mg/Kg	2.00

1625 N. French Dr., Hobbs, NM 88240	ate of New Mexico inerals and Natural Resources	Form C-144 June 1, 2004				
District IIIOil 01000 R10 Brazos Road, Aztec, NM 874101220District IV1220	South St. Francis Dr.	or drilling and production facilities, submit to propriate NMOCD District Office. or downstream facilities, submit to Santa Fe fice				
<u>Pit or Below-Gra</u> Is pit or below-grade tan	I220 S. St. Francis Dr , Santa Fe, NM 87505 Santa Fe, NM 87505 office Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes □ No ⊠ Type of action. Registration of a pit or below-grade tank □ Closure of a pit or below-grade tank ⊠					
Operator <u>COG Operating LLC</u> Telephone: 4	32-685-4332 e-mail address k	carrillo@conchoresources.com				
Address. 550 W. Texas, Suite 1300 Mid	and, TX 79701					
Facility or well name Leaker CC #11 API # 30-025-38	620 U/L or Qtr/Qtr <u>B</u> Sec _	<u>16 T 17S R 32E</u>				
County: LeaLatitude _32.84	0863° N Longitude 103.76938	82° ₩ NAD [.] 1927 ⊠ 1983 🗖				
Surface Owner: Federal 🗌 State 🛛 Private 🗍 Indian 🗍						
Pit Type: Drilling ⊠ Production □ Disposal □	Below-grade tank Volume:bbl Type of fluid					
Workover Emergency	Construction material Double-walled, with leak detection? Yes 🔲	APR (1 7 2009				
Lined 🖾 Unlined 🗌	Double-walled, with leak detection? Yes	If not, explain why not. / LUUM				
Liner type ⁻ Synthetic 🖾 Thickness <u>12</u> mil Clay []		HUBBS OCD				
Pit Volume	Less than 50 feet					
Depth to ground water (vertical distance from bottom of pit to seasonal	50 feet or more, but less than 100 feet	(20 points) (10 points)				
high water elevation of ground water, (110'	100 feet or more	(0 points)				
	Yes					
Wellhead protection area: (Less than 200 feet from a private domestic	No	(20 points) (0 points)				
water source, or less than 1000 feet from all other water sources)						
Distance to surface water (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)				
irrigation canals, ditches, and perennial and ephemeral watercourses)	200 feet or more, but less than 1000 feet 1000 feet or more	(10 points)				
		(_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	s relationship to other equipment and tanks (2)	Indicate disposal location. (check the onsite box if				
your are burying in place) onsite 🛛 offsite 🔲 If offsite, name of facility	(3) Attach a ger	neral description of remedial action taken including				
remediation start date and end date (4) Groundwater encountered. No 🛛 Yes 🗌 If yes, show depth below ground surfaceft and attach sample results.						
(5) Attach soil sample results and a diagram of sample locations and excavat	ions.					
Additional Comments COG Operating LLC	proposes to close the drilling pit a	s follows:				
1. Remove fluids from pit.						
2. A deep trench pit will be constructed next to the		1				
The contents will be encapsulated in this pit an						
3. Cover liner w/20 mil liner w/ excess of 3' on a	Il sides as per option IV.B.3.(b) of F	Pit and Below-Grade Tank Guidelines.				
4. Cover w/ a minimum of 3' of native soil.						
5. 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 [], a general permit [], or an (attached) alternative OCD-approved plan [].						
Date04/4/08						
Printed Name/Title Kanicia Carrillo, Regulatory Analyst 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.						
Cohuson						
Approval Printed Name/Title						
Printed Name/Fitle	Signature <u>LINVIIIUINIVILINIAL C</u>	Date <u>4.9.09</u>				

Gary Miller

From:Johnson, Larry, EMNRD [larry.johnson@state.nm.us]Sent:Monday, May 12, 2008 8:56 AMTo:Gary MillerSubject:RE: COG Leaker CC #11 Reserve pit field sample results

Proceed as requested. I have heard several comments of slowdown but the rig count is still fairly high and steady – maybe everyone with overdue pits wanted to get closure ASAP as the possible pit rule changes were creating a lot of unrest.

From: Gary Miller [mailto:gmiller@hec-enviro.com]
Sent: Monday, May 12, 2008 6:29 AM
To: Johnson, Larry, EMNRD
Subject: COG Leaker CC #11 Reserve pit field sample results

Larry, the attached are the field sample results for the above mentioned well. As noted, all soils with Chloride over 250 mg/kg were removed and placed in the lined burial trench for closure. If this looks ok to you we will proceed with closure and I will send you the final C-144 and lab data with it get in. Thanks,

It looks like we will be having far fewer of this in the next month or so. I guess we will learn a new system again.

Gary E. Miller Highlander Environmental Corp. 1910 N. Big Spring Midland, Texas 79705

432-682-4559 office 432-557-4681 cell 432-682-3946 fax

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