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

Printed Name/Title

State of New Mexico 17 13 Energy Minerals and Natura Resource

Form C-144 June 1, 2004

Oil Conservation Division FC 200 appropriate NMOCD District Office.

1220 South St. Francis Dr. For downstream facilities, submit to Santa Fe Santa Fe. NM 87505

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes X No Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank X Operator: _Koch Exploration Company, LLC _______Telephone: _(505) 334-9111 ____e-mail address: _clark23j@kochind.com or johnso4d@kochind.com Address: PO Box 489, Aztec, NM 87410 Facility or well name: __A B Geren 3A _____API #: _30-045-32382 ____U/L or Qtr/Qtr E Sec 24 T 29N R 9W Pit Below-grade tank Type: Drilling X Production Disposal Volume: ____bbl Type of fluid: ____ Construction material: Double-walled, with leak detection? Yes If not, explain why not. Lined X Unlined Liner type: Synthetic X Thickness 12 mil Clay Pit Volume ____ Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal high 50 feet or more, but less than 100 feet (10 points) water elevation of ground water.) X 100 feet or more (0 points) 0 points Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic X No 0 points (0 points) water source, or less than 1000 feet from all other water sources.) X Less than 200 feet (20 points) 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) 20 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 are burying in place) onsite \(\square\) offsite \(\square\) 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 ft. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations. Additional Comments: 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 hit 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 Date: 12/13/04 Printed Name/Title_John Clark, District Superintendent. 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 y other federal, state, or local laws and/or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with regulations. DEC 15 2004 DEPUTY OIL & GAS INSPECTOR, DIST. Approval:

A B Geren #3A S24, T29N, R9W, 1700' FNL & 985 FWL San Juan Co., New Mexico API No. 30-045-32382 Lease SF 80000A

Upon completion of drilling/completion remaining liquids were removed from pit by truck to an approved disposal facility.

Prior to closing the pit, liner was cut off at mud level. The excess liner was hauled to a licensed disposal.

November 17 through November 30, 2004 the remaining waste in pit was encapsulated. This was accomplished by covering the remaining waste and liner with earthen materials. Surface area where pit was located was contoured according to BLM requirements, and reseeded with recommended BLM seed mixture.

KOCH EXPLORATION COMPANY A B Geren 3A Sec 24, T29N, R9W 1700' FNL & 985' FWL - ELEVATION 5949'

