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

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

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Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application

Proposed Alternative Method Permit or Closure Plan Application
Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method
Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.
1. Operator:EnerVest Operating, LLCOGRID #:143199
Address:1001 Fannin St Ste 800 Houston, Texas 77002
Facility or well name: Jicarilla A #3
API Number: 30-039-06423 OCD Permit Number:
U/L or Qtr/QtrA Section19 Township26NRange05WCounty:Rio Arriba
Center of Proposed Design: Latitude
Surface Owner: Federal State Private Tribal Trust or Indian Allotment
2.
Pit: Subsection F or G of 19.15.17.11 NMAC Permanent Emergency Cavitation P&A Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other String-Reinforced Volume: bbl Dimensions Dil CONS DIV DIS LD Closed-loop System: Subsection H of 19.15.17.11 NMAC Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) Drying Pad Above Ground Steel Tanks Haul-off Bins Other Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other
3. Charles of the control of the con
Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other
Lined Unlined Liner type: Thicknessmil LLDPE HDPE PVC Other
Liner Seams: Welded Factory Other
Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Otherelectronic monitoring
Liner type: Thickness mil
5. Alternative Method:

43

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks)	
Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school,	hospital,
institution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet	
7.	
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)	
Screen Netting Other	
Monthly inspections (If netting or screening is not physically feasible)	
8. Signs: Subsection C of 19.15.17.11 NMAC	
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers	
Signed in compliance with 19.15.3.103 NMAC	
Administrative Approvals and Exceptions:	
Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank:	
Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau	office for
consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	
10.	
Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept	ntable source
material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appro	priate district
office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dryi	
above-grade tanks associated with a closed-loop system.	ing pads of
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).	☐ Yes ☒ No
- Topographic map; Visual inspection (certification) of the proposed site	
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ⊠ No
(Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	∐ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ⊠ No
(Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	□ NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock	Yes □ No
watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.	☐ Yes ⊠ No
- Written confirmation or verification from the municipality; Written approval obtained from the municipality	
Within 500 feet of a wetland.	☐ Yes ⊠ No
- US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☑ No
 Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☑ No
Within a 100-year floodplain FEMA map	☐ Yes ⊠ No

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number: or Permit Number:
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number: API Number:
Previously Approved Operating and Maintenance Plan API Number:
13.
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC Quality Control/Quality Assurance Construction and Installation Plan Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Nuisance or Hazardous Odors, including H ₂ S, Prevention Plan Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative
Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only) On-site Closure Method (Only for temporary pits and closed-loop systems) In-place Burial On-site Trench Burial Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. ☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC ☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) ☐ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC ☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC ☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Structions: Please indentify the facility or facilities for the disposal of liquids, a facilities are required.		
	Disposal Facility Permit Number:	
	Disposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities oc ☐ Yes (If yes, please provide the information below) ☐ No		
Required for impacted areas which will not be used for future service and operation Soil Backfill and Cover Design Specifications based upon the appropriate Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection	requirements of Subsection H of 19.15.17.13 NMAC I of 19.15.17.13 NMAC	C
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the provided below. Requests regarding changes to certain siting criteria may require considered an exception which must be submitted to the Santa Fe Environmental demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC f	e administrative approval from the appropriate disti Bureau office for consideration of approval. Justi	rict office or may be
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data	obtained from nearby wells	☐ Yes ☐ No ☐ NA
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data	obtained from nearby wells	☐ Yes ☐ No ☐ NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data	obtained from nearby wells	☐ Yes ☐ No ☐ NA
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other signalake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	nificant watercourse or lakebed, sinkhole, or playa	☐ Yes ☐ No
Within 300 feet from a permanent residence, school, hospital, institution, or church - Visual inspection (certification) of the proposed site; Aerial photo; Satellite		☐ Yes ☐ No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or spring that less water well o	pring, in existence at the time of initial application.	☐ Yes ☐ No
Within incorporated municipal boundaries or within a defined municipal fresh water adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approve		Yes No
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visua	l inspection (certification) of the proposed site	☐ Yes ☐ No
Within the area overlying a subsurface mine Written confirmation or verification or map from the NM EMNRD-Mining	and Mineral Division	☐ Yes ☐ No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology Society; Topographic map	& Mineral Resources; USGS; NM Geological	☐ Yes ☐ No
Within a 100-year floodplain FEMA map		☐ Yes ☐ No
18. On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the	e following items must be attached to the closure pl	an. Please indicate,
by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Proof of Surface Owner Notice - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of a drying property Protocols and Procedures - based upon the appropriate requirements of 19.15 Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Disposal Facility Name and Permit Number (for liquids, drilling fluids and documents of Soil Cover Design - based upon the appropriate requirements of Subsection Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection	Subsection F of 19.15.17.13 NMAC propriate requirements of 19.15.17.11 NMAC ad) - based upon the appropriate requirements of 19.17.13 NMAC airements of Subsection F of 19.15.17.13 NMAC Subsection F of 19.15.17.13 NMAC rill cuttings or in case on-site closure standards cannot 1 of 19.15.17.13 NMAC I of 19.15.17.13 NMAC	

Operator Application Certification: I hereby certify that the information submitted with this application is true, ac	curate and complete to the best of my knowledge and belief.	
Name (Print): Ronnie L. Young	Title:Compliance Supervisor	_
Signature: A	Date: 2:21.10	_
e-mail address:ryoung@enervest.net	Date: 231.10 Telephone:713-495-6530	
OCD Approval: Permit Application (including closure plan) Closur	e Plan (only) OCD Conditions (see attachment)	
OCD Representative Signature:	Approval Date: _3/4///	
OCD Representative Signature:	OCD Permit Number:	
21. Closure Report (required within 60 days of closure completion): Subsect Instructions: Operators are required to obtain an approved closure plan pri The closure report is required to be submitted to the division within 60 days section of the form until an approved closure plan has been obtained and the	or to implementing any closure activities and submitting the closure re of the completion of the closure activities. Please do not complete this c closure activities have been completed.	
	Closure Completion Date:	
22. Closure Method: Waste Excavation and Removal ☐ On-Site Closure Method ☐ Alt If different from approved plan, please explain.	ernative Closure Method	ly)
Closure Report Regarding Waste Removal Closure For Closed-loop System Instructions: Please indentify the facility or facilities for where the liquids, two facilities were utilized. Disposal Facility Name: Disposal Facility Name: Were the closed-loop system operations and associated activities performed on Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and open Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	drilling fluids and drill cuttings were disposed. Use attachment if more Disposal Facility Permit Number: Disposal Facility Permit Number: a or in areas that will not be used for future service and operations? Pations:	
mark in the box, that the documents are attached. □ Proof of Closure Notice (surface owner and division) □ Proof of Deed Notice (required for on-site closure) □ Plot Plan (for on-site closures and temporary pits) □ Confirmation Sampling Analytical Results (if applicable) □ Waste Material Sampling Analytical Results (required for on-site closu □ Disposal Facility Name and Permit Number □ Soil Backfilling and Cover Installation □ Re-vegetation Application Rates and Seeding Technique □ Site Reclamation (Photo Documentation) □ On-site Closure Location: Latitude	e)	
25. Operator Closure Certification:		
I hereby certify that the information and attachments submitted with this closubelief. I also certify that the closure complies with all applicable closure requ		
Name (Print):	Title:	_
Signature:	Date:	
e-mail address:	Telephone:	<u>. </u>

Attachment to Form C-144 Below-grade Tank Permit Application

Introduction:

EnerVest Operating, LLC (EV) is submitting this permit application to operate an existing below-grade tank under the authority of 19.15.17 NMAC. The tank is not currently permitted; therefore this document serves as supporting documentation referenced in the attached Form C-144. EV operates coal bed methane production sites in San Juan County, New Mexico. The below-grade tank at this location is used to collect precipitation and residual lubrication oil from the engine skid drain system and produced water from the primary and secondary separators. Produced water from the secondary separator may have small quantities of entrained lubricating oil from the compressor cylinder. In general, emulsified lubricating oil makes up a small percentage of the overall contents of the below-grade tank.

This application is being submitted for the following well site:

Well Name:

Jicarilla A #3

API No:

30-039-06423

Location:

UL A, Sec 19, 26N, 05W

The supporting documentation contained in this C-144 attachment is organized as follows:

Section I – Sitting Criteria Compliance Demonstration

Section II – Design Plan

Section III – Operating and Maintenance Plan

Section IV – Closure Plan

Section V - Hydrogeology Report

Appendices:

- 01 USGS 7.5 Minute Topo Map
- 02 Groundwater (water well search)
- 03 Aerial Photo
- 04 Municipal Boundary Map
- 05 U.S. Fish & Wildlife Wetland Identification Map
- 06 FEMA 100-year Floodplain map
- 07 Mine Map
- 08 C-102 Location Plat, Facility Inspection Sheet, Below-Grade Tank Diagram
- 09 Karst Map for unstable areas

References

Section I

Sitting Criteria Compliance Demonstration

Jicarilla A #3

API No. 30-039-06423

Sitting Criteria Compliance Demonstration

Criteria as per 19.15.17.10.(A) (1)	In Compliance	Comments
Ground water less than 50' below bottom of tank	Yes	Refer to "Site Hydrology Report" in Section V
Within 300' of continuously flowing watercourse or 200 feet of other significant watercourse, lakebed, sinkhole, or playa lake (measured from ordinary high-water mark)	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08
Within 300 feet of a permanent residence, school, hospital, institution, or church	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08
Within 500 ft of a private, domestic freshwater well or spring or within 1000 ft of freshwater well or spring in existenance at time of application	NO - Pond 600 feet East	Refer to Observed Setting Requirements completed by field personnel in Appendix 08
Within incorporated municipal boundary of defined municipal fresh water field	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08
Within 500 feet of a wetland	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08 and USF&W Map in Appendix 5
Within the area overlying a subsurface mine.	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08
Within an unstable area	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08 and Karst Map in Appendix 09
Within a 100-year floodplain	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08 and FEMA Map in Appendix 06

Section II

Design & Construction Plan

EnerVest Operating, LLC (EV)

BELOW-GRADE TANK DESIGN AND CONSTRUCTION SPECIFICATIONS

Rule 19.15.17.11

- C. Enervest Operating is the official operator of record for all wells which have below-grade tanks to be addressed in this specification. All below-grade tanks are located on these leases and will be in full compliance with 19.15.16.8 regarding signage.
- D. EV will ensure a fence shall be constructed and maintained in good repair with gates that are closed and locked when responsible personnel are not on site. EV shall insure that all gates are closed and locked when responsible personnel are not on-site.

If the below-grade tank is located within 1,000 feet of a permanent residence, school, hospital, institution or church, the fence shall be a chain link security fence at least 6 feet in height with at least two strands of barbed wire on top.

If the below-grade tank is not within 1,000 feet of the above mentioned structures, the fence shall constructed to exclude livestock with at least four strands of barbed wire evenly spaced between one foot from the ground and four foot above the ground.

EV is requesting administrative approval to use a 42" Hog wire fence with 2 strands barbed-wire on top in lieu of the required four strand barbed wire fence. This will be supported with iron posting at the corners and 10 - 12 feet apart. EV believes this will offer better protection for wildlife in these tank areas.

- E. EV shall ensure an open top tank is screened with expanded 3/16" metal screen or a fully closed top, both of which are welded on the top of the tank. Such screening will be painted to blend with the below-grade tank. EV believes this is sufficient strength to protect migratory birds or other wildlife.
- I. EV will ensure all below-grade tanks will be constructed of 3/16" steel, resistant to the tank's contents and to damage from sunlight. Based on water production and road condition for access during the winter months there are a choice of three different sizes which could be used:

CAPACITY DIAMETER HEIGHT

125 bbl	15'	4,
120 bbl	12°	6'
100 bbl	12,	5'

This tank will contain liquids and should prevent contamination of fresh water to protect the public health and environment.

The below-grade system will include a excavated area for the tanks which will be dependent upon the size of the tank used:

18' x 18' x 4' High Square excavated area 18' Diameter x 4' High Circular excavated area

18' Diameter x 5' High Circular excavated area

Most of our below-grade tank systems were installed prior to June 16, 2008 and are 16.5' x 16.5' x 4' square excavated area design. As tanks are retro fitted, this will be changed to one of the above. The particular area and well conditions will determine which design best for that particular well. EV will ensure that there will be room to walk around the tank inside the containment area which will better enable our field personnel to inspect for damage to liners or incidental leaks. Please refer to tank diagram under Appendix 8 for details.

All excavated areas will be reinforced with metal walls to prevent collapse. There will be sufficient open area on all sides of the tank to witness any incidental release that may occur. Please refer to tank diagram under Appendix 8.

EV will ensure the base of any excavated area containing a below-grade tank will be level and free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom.

EV will ensure that any geomembrane liner used shall consist of 30-mil flexible PVC or 60-mil HDPE liner or equivalent liner material. The liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salt and acidic and alkaline solutions and shall be resistant to ultraviolet light. The liner shall have a hydraulic conductivity no greater than 1 x 10-9 cm/sec. The liner shall be compatible with EPA SW-846 method 9090A. EV will install the liner in such a manner as to divert any possible leak for visual inspection. EV will demonstrate to the OCD that the liner complies with the specifications within Subparagraph (a) of Paragraph (4) of Section I of 19.156.17.11 NMAC and obtain approval from the division prior to the installation of the new design.

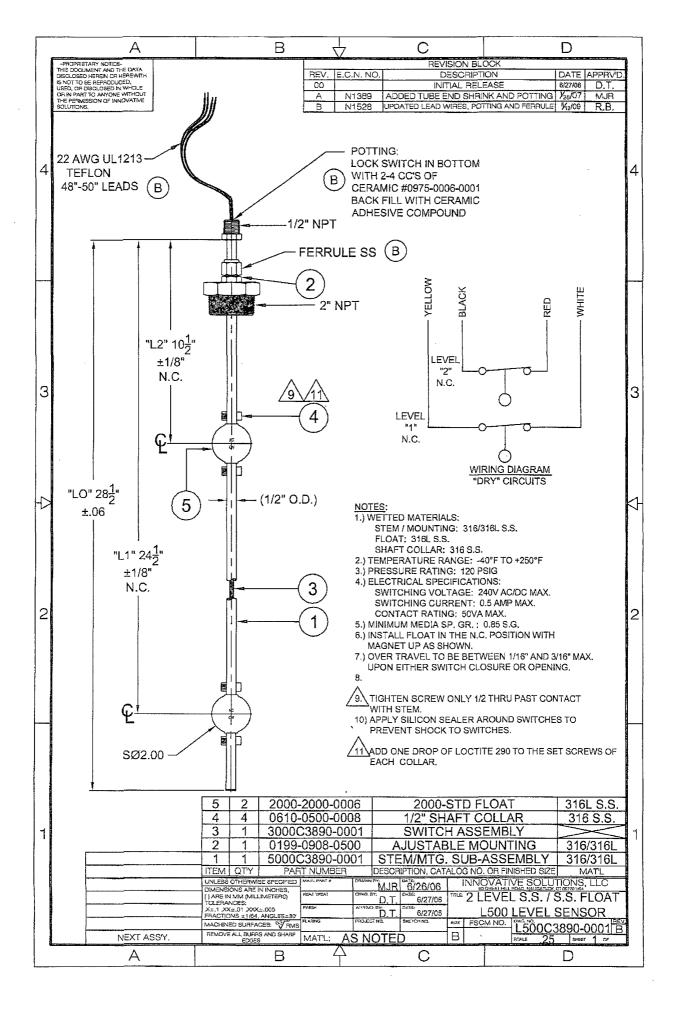
EV will ensure the fluid levels of tanks will be monitored by automatic high level alarms at 24" from the top and shut-off devise at 10 1/2 inches from the top of the tank. The tanks will be also equipped with a manual shut-off valve in the event it is needed. Please see design specification sheet of this system in this section. The majority of our below-grade tanks are within the berm around our tank battery and as so are protected from run-on water. Those outside this berm will be protected with an earthen berm which will extend at least 6" above surface ground level to divert run-on around the tank. The side walls of the excavated

area will extend at least 6" above the ground level to divert run-on water around the tank. Any possible leak will be diverted, on the liner, in such a way can be visually inspected.

EV tank design will be a single walled tank constructed to ensure that the side walls are open for visual inspection for leaks; the bottom will be elevated six inches above the ground surface and will contain a geomembrane liner, as described above, directly on the ground level of the containment area.

Once a below-grade tank which was installed prior to June 16, 2008 does not demonstrate integrity, EV shall promptly repair or remove that below-grade tank and close the tank or install a below-grade tank that is in full compliance with Paragraph 1 thru 4 of Section I of 19.15:17.11 NMAC. EV shall comply with the operational requirements of 19.15.17.12 NMAC. Please refer to tank diagram under Appendix 8 for details

Any single walled below-grade tank installed before June 16, 2008 where any portion of the tank sidewall is below the ground surface and not totally visible shall be closed, retrofited or replaced before June 15, 2013. EV will fully comply with Paragraph 1 thru 4 of Section I of 19.15.17.11 NMAC for all retrofitting or replacement of below-grade tanks.



Section III

Operation & Maintenance Plan

EnerVest Operating, LLC (EV)

BELOW-GRADE TANK OPERATIONAL REQUIREMENTS

Rule 19.15.17.12

A. EV will operate and maintain Below-Grade Tanks to insure the integrity of the below-grade tank, liner, liner system or berms to prevent contamination of fresh water and protect public health and the environment.

EV will not discharge or store any hazardous waste material of any kind in any Below-Grade Tank.

Any penetration of the below-grade below the liquid's surface that may occur, EV shall remove all liquid above the damage or leak line within 48 hours of the discovery. EV shall notify the appropriate district office within 48 hours of the discovery and repair the damage or replace the liner or below-grade tank.

EV will insure the metal retaining walls of the below-grade system around each tank will extend at least 6" above ground level or be equipped with a 6" earthen berm in an effort to divert run-on water around the below-grade system.

D. EV will insure that a below-grade tank constructed and installed prior to June 16, 2008 that does not meet the requirements of 19.15.17.11 NMAC and does not demonstrate integrity or that the below-grade tank develops any conditions as identified in 19.15.17.12 NMAC shall close the existing below-grade tank pursuant to the closure requirements of 19.15.17.13 NMAC and install a below-grade tank that is in full compliance with our approved design. Please see below-grade system diagram in Appendix 8 for details.

EV will insure all Below-grade tanks will be equipped with automatic high-level alarm which sounds at 24" and than shut off devise to insure that flow will shut off at the freeboard height of 10 1/2 inches.

The majority of our below-grade tanks are within the berm around our tank battery and as so are protected from run-on water. Those outside this berm will be protected with an earthen berm which will extend at least 6" above surface ground level to divert run-on around the tank.

EV will remove any visible or measurable layer of oil from the fluid surface of a below-grade tank.

With any below-grade tank, installed before June 16, 2008, that is retrofitted or replaced with another tank, EV will insure that the soil beneath the removed soil is inspected for wet, discolored, or any other evidence of release, with photographic evidence. EV will report the results of all testing to the division on form C-141 and demonstrate to the division whether the evidence of contamination indicates at an imminent threat to fresh water, public health, safety of the environmental exists. If the division determines that the contamination does not pose an imminent threat to fresh water, public health, safety or the environment, EV shall complete the retrofit or the replacement of the below-grade tank as per our approved design program as indicated in Appendix 8. If EV or the division determines that the contamination poses an imminent threat to fresh water, public health, safety or the environment, then EV shall close the existing below-grade tank pursuant to the closure requirements of 19.17.15.13 NMAC prior to initiating the retrofit or replacement.

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TESTED PROPERTY	TEST METHOD	FREQUENCY		0.00	AVERAGE		
			: 30 mil	40 mil	60 mil	80 mil	100 mil
Thickness, (minimum average) mil (mm) Lowest individual reading (-10%)	ASTM D 5199	every roll	30 (0.75) 27 (0.69)	40 (1.00) 36 (0.91)	60 (1.50) 54 (1.40)	80 (2.00) 72 (1.80)	100 (2.50) 90 (2.30)
Density, g/cm ³	ASTM D 1505	200,000 lb	0.94	0.94	0.94	0.94	0.94
Tensile Properties (each direction) Strength at Break, lb/in-width (N/mm) Strength at Yield, lb/in-width (N/mm) Elongation at Break, % Elongation at Yield, %	ASTM D 6693, Type IV Dumbell, 2 ipm G.L. 2.0 in (51 mm) G.L. 1.3 in (33 mm)	20,000 lb	120 (21) 66 (11) 700 13	152 (26) 84 (14) 700 . 13	243 (42) 132 (23) 700 13	327 (57) 177 (30) 700 13	410 (71) 212 (37) 700 13
Tear Resistance, lb (N)	ASTM D 1004	45,000 lb	21 (93)	28 (12 <u>4</u>)	42 (186)	5 8 (257)	73 (324)
Puncture Resistance, lb (N)	ASTM D 4833	45,000 lb	65 (289)	85 (378)	125 (556)	160 (711)	195 (867)
Carbon Black Content, % (Range)	ASTM D 1 603*/421 8	20,000 lb	2.0 - 3.0	2.0 - 3.0	2.0 - 3.0	2.0 - 3.0	2.0 - 3.0
Carbon Black Dispersion	ASTM D 5596	45,000 lb	Note ⁽¹⁾	Note ⁽¹⁾	Note ⁽¹⁾	Note ⁽¹⁾	Note ⁽¹⁾
Notched Constant Tensile Load, hr	ASTM D 5397, Appendix	200,000 lb	1000	1000	1000	1000	1000
Oxidative Induction Time, min	ASTM D 3895, 200°C; O ₂ , 1 atm	200,000 lb	>140	>140	>140	>140	>140
	TYPI	CAL ROLL DIN	ENSIONS	3.50 A			
Roll Length ⁽²⁾ , ft (m)			1,120 (341)	870 (265)	560 (171)	430 (131)	340 (104)
Roll Width ⁽²⁾ , ft (m)			22.5 (6.9)	22.5 (6.9)		22.5 (6.9)	22.5 (6.9)
Roll Area, ft ² (m ²)	y		25,200 (2,341)	19,575 (1,819)	12,600 (1,171)	9,675 (899)	7,650 (711)

- NOTES:

 (1) Dispersion only applies to near spherical agglomerates, 9 of 10 views shall be Category 1 or 2. No more than 1 view from Category 3
- (2) Roll lengths and widths have a tolerance of ± 1%,
- GSE HD is available in rolls weighing approximately 3,900 lb (1,769 kg).
- All GSE geomembranes have dimensional stability of ±2% when tested according to ASTM D 1204 and LTB of <-77° C when tested according to ASTM D 746.

O.R.E. SYSTEMS P.O. Box 3677 Farmington, NM 87499 (505) 327-2161

4 - y - 1

Section IV

Closure Plan

EnerVest Operating, LLC (EV)

BELOW-GRADE TANK CLOSURE REQUIREMENTS

Rule 19.15.17.13

Before June 15, 2013, EV shall close, retrofit, or replace an existing below-grade tank that has not demonstrated integrity.

EV shall close a below-grade tank within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.

A. EV shall close an existing below-grade tank that does not meet the requirements of Subsection I, paragraphs (1) through (4), of 19.15.17.11 NMAC if not retrofitted to comply with said requirements prior to any sale or change of operator to 19.15.9.9 NMAC.

Any below-grade tank installed prior to June 16, 2008 that is single walled and where any portion of the tank sidewall is below the ground surface and not visible shall equip or retrofit the below-grade tank to comply with paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC, or close it, within 5 years after June 16, 2008.

Within 60 days of cessation of the permitted below-grade tanks operation or as required by Subsection B of 19.15.17.17 NMAC, EV shall close the below-grade tank in accordance with a closure plan that the appropriate division district office approves.

J. Prior to implementing any closure operations EV shall research county tax records to determine the name and address of the surface owner of the properties involved. EV shall notify this surface owner via Certified U.S. Mail, return receipt requested, of their intent to close said below-grade tank.

Upon determination, EV will notify the appropriate district office prior to any closure operations beginning. Such notification shall be at least 72 hours, via U.S. Mail, prior to beginning work but not more than one week prior to beginning work. Such notice shall contain at a minimum the following:

Operators Name Unit letter, Section, Township, & Range of well Well name and well number API Number of well E. .All free standing liquids and sludge will be removed at the start of the below-grade tank closure process from the below-grade tank and disposed of in one of the below division-approved facility as indicated below:

TNT Land Farm Permit # NM-01-0008 Liquids & Sludge Environtech Land Farm Permit # NM-01-0011 Solids AguaMoss Permit # 247130 Liquids

EV will obtain prior approval from the division to dispose, recycle, reuse, or reclaim the below-grade tanks and provide documentation of the final disposition of the below-grade tank in the closure report.

Existing liners that are removed as a result of closure will be wiped cleaned and disposed of at a solid waste facility listed below in compliance with Subparagraph (M) of Paragraph (I) of Subsection C 19.15.35.8 NMAC..

San Juan Regional Landfill Permit # SWM 052426 or Special Waster Permit # SWM052433 "sp"

If there is any on-site equipment associated with a below0grade tank, EV shall remove the equipment, unless the equipment is required for some other purpose.

Upon removal of the below-grade tank, EV will take, at a minimum, a five point composite sample from where the tank was sitting. EV shall collect individual grab samples will be taken from any area that is wet, discolored or showing other evidence of a release. All samples will be analyzed for the following:

Components	Test Method	Limits (mg/Kg)
Benzene	EPA SW-846 8021B or 8260B	0.2
BTEX	EPA SW-846 8021B or 8260B	50
TPH	EPA SW-846 418.1	100
Chlorides	EPA 300.1	250 or background,
		whichever is greater

EV will insure that the results of all sampling shall be reported to the division on approved form C-141. EV understands that the division may require additional delineation upon review of the results.

If sampling demonstrates that concentrations specified above have NOT been exceeded, or that a release has NOT occurred, EV will backfill the excavation with compacted, non-waste containing, earthen material, construct a division prescribed soil cover, and recontour and re-vegetate the site. The division prescribed soil cover, recontouring, and re-vegetation shall comply with 19.15.17.13.

If EV or the division determines that a release has occurred, EV shall fully comply with 19.15.29 NMAC and 19.15.30 NMAC as appropriate.

G. Once EV has closed a below-grade tank, we shall reclaim the site to a safe and stable condition that blends with the surrounding undisturbed area. When possible, EV will restore the impacted surface area to the condition that existed prior to oil and gas operations by the placement of soil cover.

If the closed area is within the confines of the pad location EV will blend the site to match the pad location as much as possible. Such activities shall prevent erosion, protect fresh water, human health and the environment. EV will obtain written agreement from the surface owner for any alternate re-vegetation proposals and submit to the division for final approval.

- H. The soil cover design will be consistent with the requirements of 19.15.17.13(H)(1) and (3). The soil cover will consist of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater. The soil cover will be constructed to the site's existing grade and prevent ponding of water and erosion of the cover material.
- I. EV will seed the disturbed areas the first growing season after closing the below grade tank. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. During the two growing seasons that prove viability, there shall be no artificial irrigation of the vegetation.

EV shall notify the division when it has seeded or planted and when it successfully achieves re-vegetation by U.S. Mail.

K. Within 60 days of completion of closure operations, EV will file Form C-144, with attachments, outlining the detailed operations of the closing operations. Such attachments shall include, but not limited to, proof of surface owner and division notifications, confirmation of sampling analysis, disposal facility names and permit numbers, soil backfilling and cover installation, re-vegetation application rates and seeding techniques, and photo documentations.

Section V

Hydrogeology Report

Regional Hydrogeology Report

The San Jose Formation of Eocene age occurs in New Mexico and Colorado, and its outcrop forms the land surface over much of the eastern half of the central San Juan Basin. It overlies the Nacimiento Formation in the area generally sourth of the Colorado-New Mexico state line and overlies the Animas Formation in the area generally north of the State line.

The San Jose Formation was deposited in various fluvial-type environments. In general, the unit consists of an interbedded sequence of sandstone, siltstone, and variegated shale. Thickness of the San Jose Formation generally increases from west to east, ranging from 200 feet in the west and south to almost 2,700 feet in the center of the structural basin.

Ground water is associated with alluvial and fluvial sandstone aquifers. Therefore the occurrence of ground water is mainly controlled by the distribution of sandstone in the formation. The distribution of such sandstone is the results of original depositional extend plus any post-depositional modifications, namely erosion and structural deformation.

Transmissivity data for the San Jose Formation are minimal. Values of 40 and 120 feet squared per day were determined from two aquifer tests (Stone et al, 1983. table 5). The reported or measured discharge from 46 water wells completed in San Jose Formation ranges from 0.15 to 61 gallons per minute and the median is 5 gallons per minute. Most of the wells provide water for livestock and domestic use.

The San Jose Formation is a very suitable unit for recharge from precipitation because soils that form on the unit are sandy and highly permeable and therefore readily absorb precipitation. However, low annual precipitation, relatively high transpiration and evaporation rates, and deep dissection of the San Jose Formation by the San Juan River and its tributaries all tend to reduce the effective recharge to the unit.

Stone et al., 1983, Hydrogeology and Water Resources of the San Juan Basin, New Mexico; Socorro, New Mexico Bureau of Mines and Mineral Resources Hydrologic Report 6, 70 p.

Site Specific Hydro Geologic Analysis

Jicarilla A #3 API 30-039-06423

The above referenced well is located at UL A, Sec 19, 26N, 05W at an elevation of 6599. Surface casing was set to a depth of 470' or at a depth of 6129'.

According to the Office of State Engineer, the closest water well drilled was SJ 00213 about 4.5 miles NW of our location. Drilled to 1308 feet at an unknown elevation, it shows water encountered at 485 feet.

In 1957, the Jicarilla 110 #5-J (30-039-06432) was drilled about 700 feet East of our location. It was at an elevation of 6608 with no indication of water being encountered. Surface casing was set at 97 feet which would be at 6511. This would be 382 feet above than our well.

The groundwater at our well site would be greater than 100 feet at a minimum. This should allow ample protection for any groundwater in the area.

Appendix 01

U.S. 7.5 Minute TOPO Map

API 30-039-06423

www.source3.com

Appendix 02

Ground Water Depth

API 30-039-06423

www.source3.com



New Mexico Office of the State Engineer Water Right Summary



WR File Number: SJ 00213

Primary Purpose: IND

Owner:

INDUSTRIAL

Primary Status:

DECLARATION

EL PASO NATURAL GAS COMPANY

Total Acres:

DCL

Total Diversion:

Documents on File

Status

Doc

File/Act

2 3 Transaction Desc. From/To

Acres Diversion Consumptive

1977-03-31

DCL PRC ABS SJ 00213

T

17

Point of Diversion

QQQ

(NAD83 UTM in meters)

Pod Number

Source 6416 4 SecTws Rng

Y Other Location Desc

SJ 00213

Shallow 4 4 1 32 27N 06W

An () after northing value indicates UTM location was derived from PLSS - see Help

Priority Summary

Priority

Status

Acres Diversion Pod Number

Source

06/20/1974

DCL

17 SJ 00213

Shallow

Place of Use

QQQQ

256 64 16 4 Sec Tws Rng

Acres Diversion Use Priority

Status Other Location Desc

4 4 1 32 27N 06W

17 IND 06/20/1974 DCL

IMPORTANT - READ INSTRUCTIONS ON BACK BEFORE FILLING OUT THIS FORM.

Declaration of Owner of Underground Water Right

	Juan
Doubers of No.	SIN NAME Mar. 31, 1977 Date received 11 11 113
SJ-213	11 1122 31 111 1 03
	FATEMENT
1. Name of Declarant El Paso Natural Gas C Mailing Address P. O. Box 1492	ompany CTATE SHOWN EER OFFIC
County of El Paso	, State of _Texas
2. Source of water supply Shallow Water Ag	uifer
Describe well location under one of the following subheading SE	esian or shallow water aquifer) s: . 32 Twp. 27N Rgc. 6W N.M.P.M.
h Truct No of Map No	of the
	feet, N. M. Coordinate System Zi
in the On land owned by Declarant	Gra-
	deiller Maness depth 1308 to
9.5/9.	driller Maness depth 1308 fee
	apacity 45 gal. per min.; present capacity 45
gal. per min.; pumping lift 591 feet; static water make and type of pump Reda Submergible	
	00 //0 1:
make, type, horsepower, etc., of power plant	
Fractitional or percentage interest claimed in well	100%
5. Quantity of water appropriated and beneficially used_	(acre feet per acre) (acre feet per annum)
for <u>Industrial & Domestic</u>	purpose
6. Acreage actually irrigated None acres, located at	nd described as follows (describe only lands actually irrigate
	Acres
Subdivision Sec. Twp-	<u> </u>
Water used for Industrial and Domesti	-
Company's Lowry Field Plant.	
(Note: location of well and acreage actually	irrigated must be shown on plot on reverse side.)
7. Water was first applied to beneficial use 10	1 1974 and since that tir
month	1 1974 and since that tire day year year over described lands or for the above described purposes exce
as follows:	we described finites of for the above described purposes excep-
as 10/10ws.	
8 Additional statements of explanations IISARE est	imated since meter on this well has just
	lities revamped.
- Paris Pari	
	being first duly sworn upon my oat
	statement prepared in accordance with the instructions on the wnership of a valid underground water right, that I have carefu
	ar the same are true to the best of my knowledge and beilef.
	El Paso Natural Gas Company , declara
	by: Committee
Subscribed and sworn to before me this	by: Carle hatley , A.D. 1922
My commission expires 22 1777	
Saprice Control of the Control of th	
	Modern has been but the Calburg and a con-

UNDER NEW MEXICO LAW A DECLARATION S CHEY A CHATHURING DE DECLARABILE US. ACCEPTANCE FOR FILING DOES NOT CONSTITUTE AFFICIALL OR RESECTION OF PASE CHATHA

www.source3.com

API 30-039-06423

NEW MEXICO OIL CONSERVATION COMMISSION 16432

REQUEST FOR (OIL) - (GAS) ALLOWABLE

New Well Recompletion

This form shall be submitted by the operator before an initial allowable will be assigned to any completed Oil or Gas well. Form C-104 is to be submitted in QUADRUPLICATE to the same District Office to which Form C-101 was sent. The allowable will be assigned effective 7:00 A.M. on date of completion or recompletion, provided this form is filed during calendar month of completion or recompletion. The completion date shall be that date in the case of an oil well when oil is delivered into the stock tanks. Gas must be reported on 15.025 psia at 60° Fahrenheit.

					Farmington,	New Mexi	co 6-10-57
EL PA	SO N		L GAS CO	AN ALLOWABLE FO ONPANY JICARI (Lease	OR A WELL KNO		NYY 4 NE ¹ /4,
•••••	B	, Sec	19	T 26N R 5W	,, , NMPM.,	S. Blanc	o PC Ext. Pool
Unit	Letter	riba					eted5-22-57
		dicate lo		.County. Date Spudded	·	, Date Compl	eted
D	C	B	A	Elevation 6608	Total Dept	h 3132	, P.B3110
E	F	G	н				Form Pictured Cliff
				Casing Perforations	3040-3054	3 0 76 -30 9	8or
L.	K]	1	Depth to Casing sho	e of Prod. String	•	
M	N	U	P	Natural Prod. Test		•••••	BOPD
	L			based on	bbls. Oil in	•••••	HARLE WENGER
· · · · · · · · · · · · · · · · · · ·	••••••		····	Test after acid or sh	ot	······································	ВОРО
Casti Size		Comentia Feet	Sax	Based on	bbls. Oil in.	·····	MADIL CON COMMINS.
8-5/	8"	97	70		2,643		The same of the sa
5-1/2	2"	3120	100	Size choke in inches	s3/	4"	
1-1/1	411	3083	-				Maiting on pipe line connection
				Transporter taking (Oil or Gas: E1	Paso Natu	ral Cas Company
.emarks:				d 1 2			
I her	reby ce	rtify tha	t the inform	ation given above is tru	e and complete to th	ne best of my kr	nowledge.
••			WATION O	JUN 1 3 1957, 19		Company or	GAS COMPANY
,		onser nal Sign		OMMISSION	By:	(Signal	ure)
y:	.AR	KENI	RICK		Title Seni	or Petrol	leum Engineer
itle PE	TROL	EUM E	NGINEER	DIST. NO. 3	Send C	E. J. Co	regarding well to:
						97. Farmi	ngton, New Mexico

30-039-06432 JICARILLA 110 #005 [22032]

General Well Information

Status: Active

Well Type: Work Type: Surface Location:

New

B-19-26N-05W 990 FNL

36.4770341670622 -107.397457204328 Lat/Long: GL Elevation: 6614

Тор

3026

Direction: Jicarilla Lease Type:

Sing/Mult Compl: Single Potash Waiver:

Proposed Formation and/or Notes

Depths

Proposed: 0

Formation

Measured: 3132

Method Obtained

Plugback Measured:

Formation Tops

Pictured Cliffs Formation

Event Dates

Initial APD Approval:
Most Recent APD Approval:
APD Cancellation: 1/1/1900 1/1/1900

5/1/1957

Current APD Expiration: 1/1/1902

Producing

APD Extension Approval: Spud:

Approved Temporary Abandonment: Shut In Waiting For Pipeline: Plug and Abandoned Intent Received:

Well Plugged: Site Release: Last Inspection: 5/17/2005 Expiration:

Plugged, Not Released Expiration: Intention To Plug: Last MIT:

▼ History

▼ Comments

Operator

[162928] ENERGEN RESOURCES CORPORATION 2010 AFTON PLACE Company:

Address: **FARMINGTON ,NM 874012707**

Country: U.S.A Main Phone: 505-325-6800

▼ Central Contact Person

Hobbs Contacts

Aztec Contacts

¥ Pits

Casing

		3	Boreholes, Strings and Equipment Specifications			Specifications for Strings and Tubing			Strings Cemented and Intervals			Cement and Plug Description		
String/Hole Type	Taper	Date Set	Diameter	Тор	Bottom (Depth)	Grade	Length	Weight	Bot of Cem	Top of Cem	Meth	Class of Cement	Sacks	Pressure Test (Y/N)
Hole 1	1		10.5	0	107		0	0.0	0	0			0	No
Surface Casing	1		8.625	0	107		0 .	0.0	107	0		Class C Cement	70	No
Hole 3	1		7.25	0	3131		0	0.0	0	0			0	No
Production Casing	1		5.5	0	3131		0	0.0	3131	0		Class C Cement	100	No
Tubing 1	1		1.66	0	3093		0	0.0	0	0			0	No

Well Completions

[72439] BLANCO P. C. SOUTH (PRORATED GAS) Last Produced: 11/1/2009 Status: Active

Financial Assurance

Compliance

Note that Financial Assurance and Inactive Well Compliance are documented in separate reports (Inactive Well Report, Financial Assurance Report).

Also note that some compliance issues are addressed at the operator level so not listed under each well.

Complaints, Incidents and Spills

No Incidents Found

Please note that incidents that impact ground water are recorded along with "facilities" which may not be wells, so although the initial report may be recorded here as a spill, information related to the abatement plans, remediation plans and ground water impact information are not yet part of this application.

Orders

No Orders Found

Production / Injection

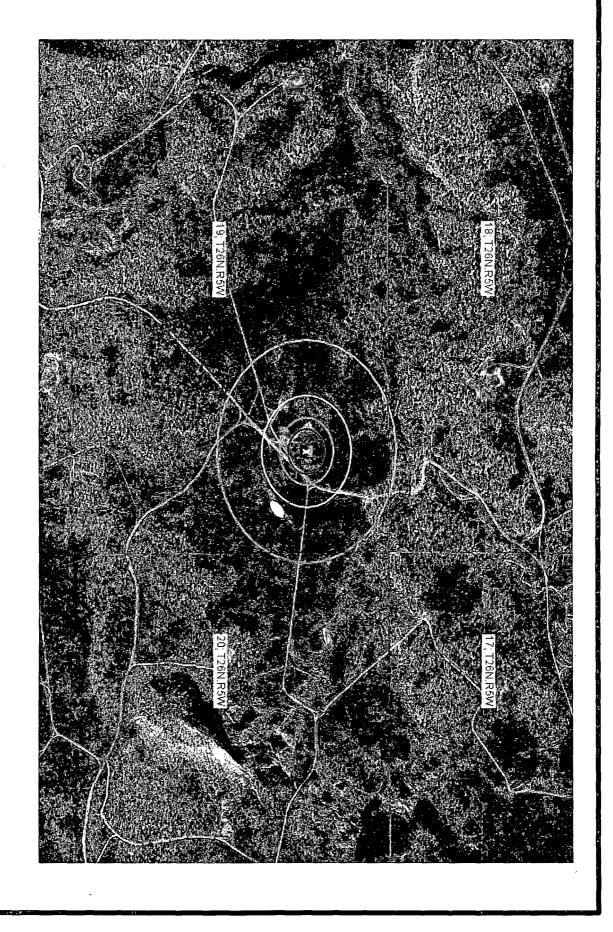
Show All Production Sexport to Excel

	Earliest Produ	iction in OCD I	Records: 12	/1992		Last 11/2	2009				
		the second of th	Produc	tion	Injection						
, .	Time Frame	Oil(BBLS)		Water	Days P/I	Water	,	Gas(MCF)	Other	Pressure	
\oplus	1992 Cumulative	0	531088	0	99	0	0	0	0	0	
Ħ	1993	0	3925	0	252	0	0	0	0	0	
(F)	1994	0	6820	0	357	0	0	0	0	0	
(T)	1995	0	6304	0	354	. 0	0	0	0	o	
\oplus	1996	0	5419	0	354	0	0	0	0	0	
Œ	1997	0	6248	0	365	0	0	0	0	0	
Ŧ	1998	0	6350	0	365	0	0	0	0	0	
\oplus	1999	0	9501	0	366	0	0	0	0	0	
Œ	2000	0	8267	0	365	0.	0	0	0	0	
Œ	2001	0	5466	0	-365	0	0	0	0	0	
lacksquare	2002	0	3911	0	364	0	0	0	0	0	
\oplus	2003	0	3764	0	365	0	0	0	0	0	
Ð	2004	0	2167	0	335	0	0	0	0	0	
\oplus	2005	0	2318	0	273	0	0	0	0	0	
\oplus	2006	0	2773	0	364	0	0	0	0	0	
	2007	0	4168	0	365	0	{ o	0	0	0	
(+)	2008	0	5284	0	366	0	0	0	0	0	
\oplus	2009	0	4762	0	334	0	0.	. 0	0	0	
	Grand Total:	0	618535	0	6008	0	0	0	0	0	

Transporters

Appendix 03

Aerial Photo



Petroleum Recovery
Research Center

500

Aerial - Jicarilla A #3
A - Sec 19, 26N, 05W

Figure: 03

Jan 19, 2010

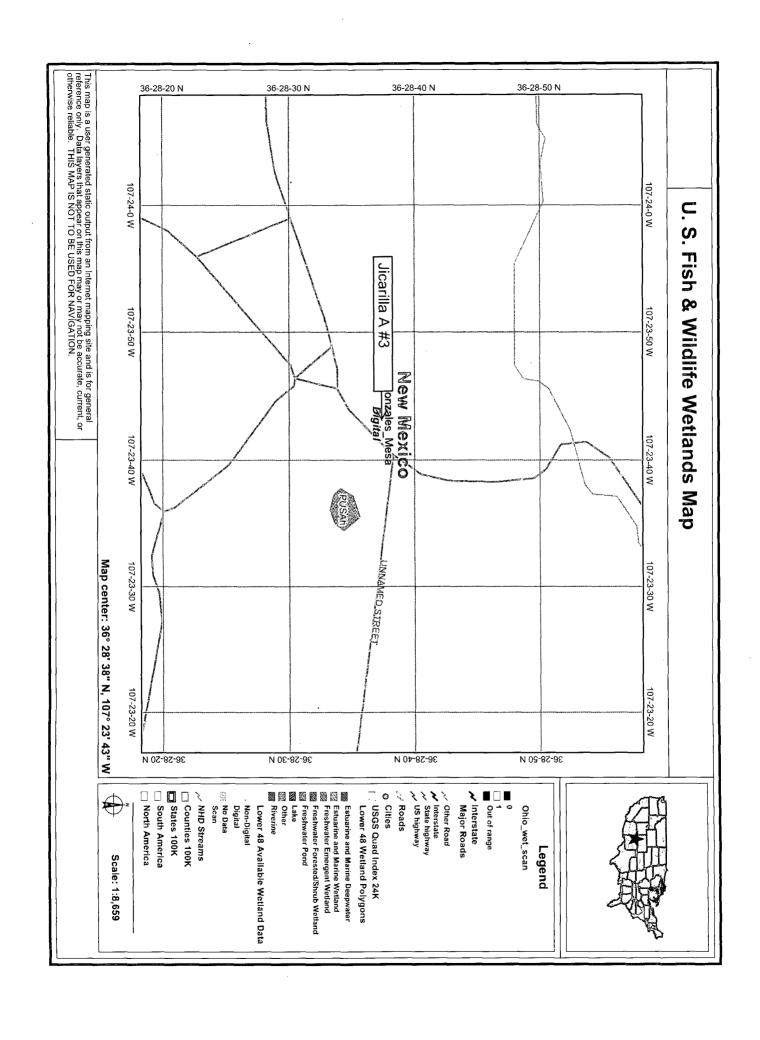
API 30-039-06423

Municipality Boundary Map

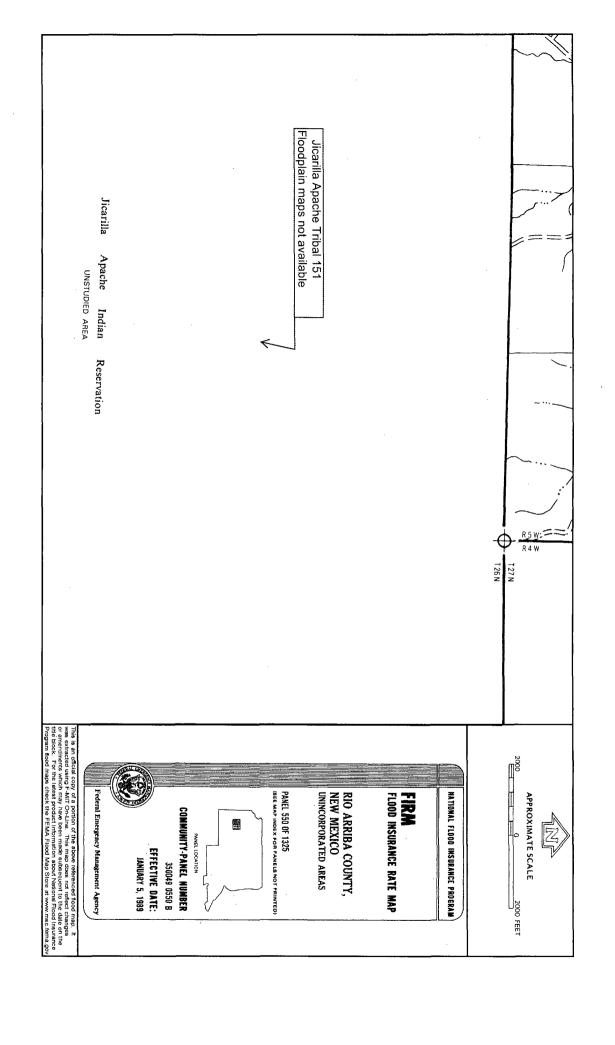
API 30-039-06423

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U.S. Fish & Wildlife Wetland Identification Map



FEMA 100-year Floodplain Map



Mines, Mills, & Quarires Map

API 30-039-06423

www.source3.com

C-102 Location Plat Facility Inspection Sheet Below-Grade Tank Diagram

ENERVEST OPERATING LLC

Below Grade Tank Observed Sitting Requirements

Lease Name & Well Number	Jic	arilla A3
API No	o. <u>300</u>	3906423
Observed by	0,	sane H
Date Obseryed		1-8-09
MEASURED FROM THE BELOW-GRADE TANK:	Yes No	If not within limits, explain:
Continiously flowing water course > 300 ft.	X	
Significant Watercourse, lakebed, sinkhole or playa lake > 200 feet	X	
Permanent Residence > 200 feet	X	
School > 200 feet	X	
Hospital > 200'	X	
Institution or Church > 200'		
Private, domestic fresh water well or spring > 500 feet		
Any other fresh water well or spring > 1000 feet		Pond East of Location
Within incorporated municipal boundary of defined municipal fresh water field	<u> X</u>	
Wetland area > 500 feet	X.	and the second of the second o
Overlying a subsurface mine		36.483888
Distance to water	•	orh should be to pearest edge 107, 403611

Please include distance & direction to all waterwells and/or wetland areas

Each Below-Grade Tank needing to be permitted, needs a visual inspection of the above Criteria as per Rule 19.15.17.10

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-1-65

Effective 1-1-65 All distances must be from the outer boundaries of the Section. Operator Well No. Jicarilla "A" Tenneco Oil Company 3 Unit Letter Section Township County 26N 5W Rio Arriba Actual Footage Location of Well: 900 North East feet from the line and feet from the Ground Level Elev: Producing Formation Dedicated Acreage: 6599 UnGr. Tapacito Gallup Tapacito Gallup 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all ownership been consolidated by communitization, unitization, force-pooling. etc? OIL CON. COM If answer is "yes," type of consolidation ___ Yes ☐ No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis-**CERTIFICATION** I hereby certify that the information co tained herein is true and complete 990' G. A. Ford Senior Production Clerk Tenneco Oil Company April 25, 1967 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed Registered Professional Engineer and/or Land Surveyor

1000

660

1320 1650

1980 2310

Certificate No.

30-039-06423 JICARILLA A #003 [306750]

General Well Information

Status: Active

Well Type: Work Type: Surface Location:

New

A-19-26N-05W 900 FNL 990 FEL

Lat/Long: GL Elevation: 6599

36.4772803468621 -107.395201974071

Sing/Mult Compl: Commingled Potash Waiver:

Jicarilla

7590

Direction:

Lease Type:

Proposed Formation and/or Notes

Depths

Proposed: 0

Measured:

Plugback Measured:

Formation Tops

Formation	1	Тор	Method Obtained Producing
Pictured Cliffs Formation		3020	
Cliff House Formation		4730	•
Gallup Formation		6146	
Dakota Formation		7223	

Event Dates

Initial APD Approval: Most Recent APD Approval: APD Cancellation:

1/1/1900 1/1/1900 8/25/1965

Current APD Expiration: 1/1/1902

APD Extension Approval:

Approved Temporary Abandonment:
Shut In Waiting For Pipeline:
Plug and Abandoned Intent Received:

Well Plugged: Site Release: Last Inspection: 4/25/2007 Expiration:

Plugged, Not Released Expiration: Intention To Plug: Last MIT:

₩ History

⊗ Comments

Operator

[143199] ENERVEST OPERATING L.L.C. 1001 FANNIN ST, STE 800 HOUSTON ,TX 77002 Address:

Country: Main Phone:

Central Contact Person

No district contact found.

Casing

				Boreholes, Strings and Equipment Specifications			Specifications for Strings and Tubing			Intervals		Cement and Plug Description		
String/Hole Type	Taper		Diameter		Bottom (Depth)	Grade	Length	Weight	Bot of Cem	Top of Cem Meth	Class of Cement	Sacks	Pressure Test (Y/N)	
Hole 1	1	Program and a second of the control	10.5	0	470		0	0.0	0	0		0	No	
Surface Casing	1		8.625	0	470		0	0.0	470	0	Class C Cement	250	No	
Hole 3	1		7.25	0	7590		0	0.0	0	0		0	No	
Production Casing	1		5.5	0	7590		0	0.0	7590	0	Class C Cement	321	No	
Tubing 1	1	4/19/2007	2.063	0	7426		7342	0.0	0	0		0	No	
Packer	1	4/19/2007	0	0	7223		5	0.0	0	0		0	No	

Well Completions

§ [58090] TAPACITO GALLUP (ASSOCIATED)	Status:	Active	Last Produced: 11/1/2009
▼ [71599] BASIN DAKOTA (PRORATED GAS)	Status:	Active	Last Produced: 11/1/2009

▼ Financial Assurance

Compliance

Note that Financial Assurance and Inactive Well Compliance are documented in separate reports (Inactive Well Report, Financial Assurance Report).

Also note that some compliance issues are addressed at the operator level so not listed under each well.

Complaints, incidents and Spills

No Incidents Found

Please note that incidents that impact ground water are recorded along with "facilities" which may not be wells, so although the initial report may be recorded here as a spill, information related to the abatement plans, remediation plans and ground water impact information are not yet part of this application.

Orders

図 Downhole Commingling DHC-1267-0

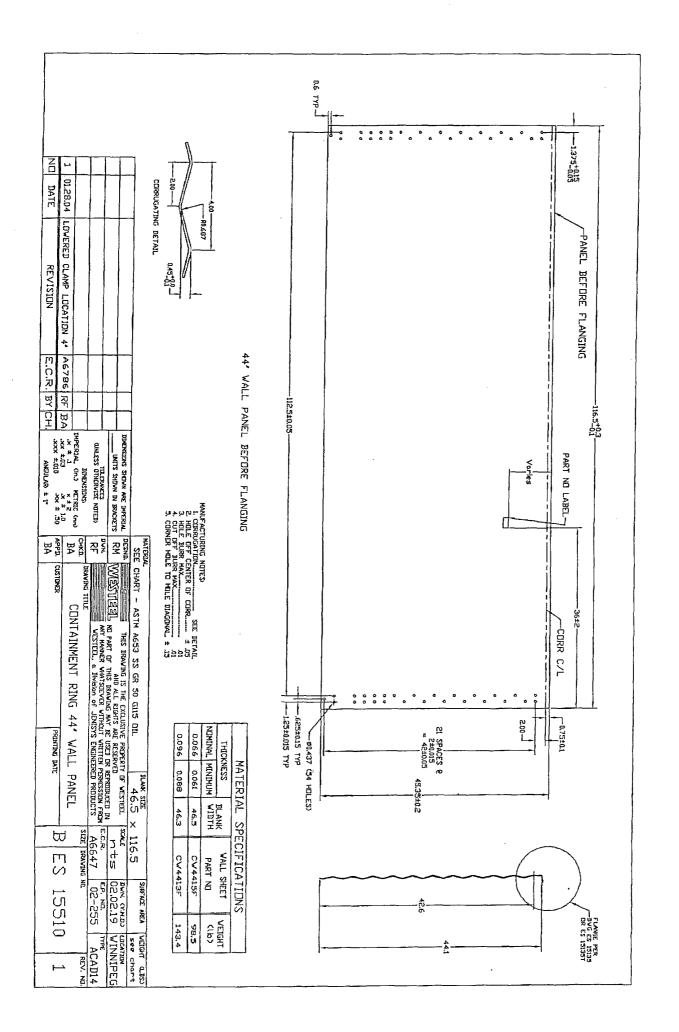
▼ Downhole Commingling DHC-74-0

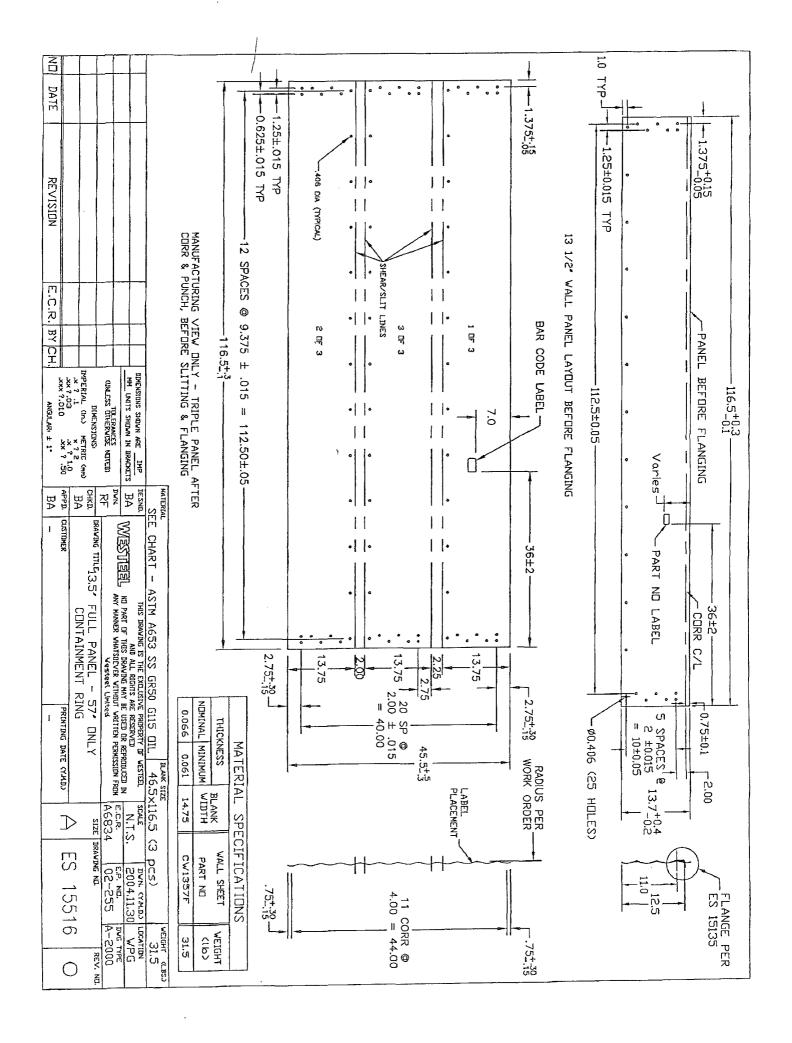
Production / Injection

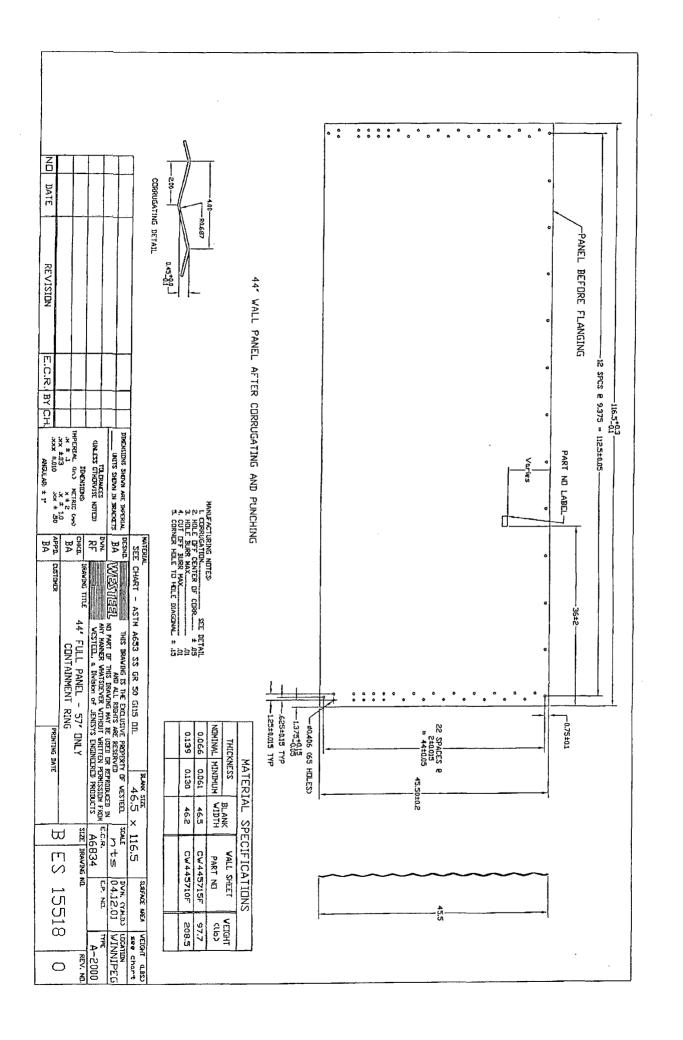
Show All Production | Export to Excel

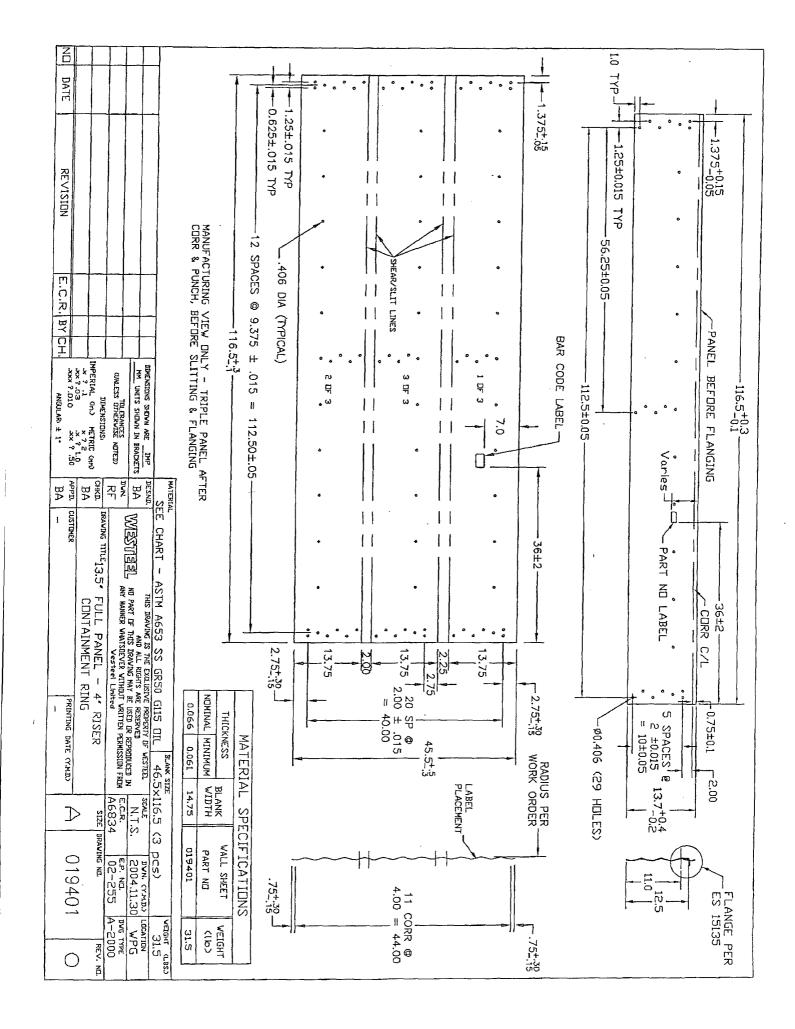
	Earliest Produ	ction in OCD R	tecords: 12	/1992		Last 11/	2009				
Production						Injection					
	Time Frame	Oil(BBLS)	Gas(MCF)	Water (BBLS)	Days P/I	Water (BBLS)	Co2(MCF)	Gas(MCF)	Other	Pressure	
\oplus	1992 Cumulative	66404	4796188	15386	198	0	0	. 0	0	0	
\oplus	1993	464	24561	297	699	0	0	0	0	0	
(\mp)	1994	213	34905	273	730	. 0	0	0	0	0	
(T)	1995	248	28227	0	664	0	0	0	0	0	
(+)	1996	369	25416	0	717	0	0	0	0	0	
[#]	1997	295	25486	160	610	0	0	0	0	0	
()	1998	418	29935	500	638	0	0	0	0	0	
\oplus	1999	376	28475	160	365	0	0	0	0	0	
\oplus	2000	76	17468	366	356	0	0,	0	. 0	0	
	2001	317	28311	172	365	0	0	0	0	0	
\blacksquare	2002	195	28513	161	365	0	0	0	0	0	
\oplus	2003	180	28787	117	365	0	0	0	0	0	
\oplus	2004	153	24961	22	638	0	0	0	0	0	
\oplus	2005	120	25667	40	720	0	0	0	0	0	
\oplus	2006	153	27029	355	594	0	0	0	. 0	0	
(2007	213	22133	455	688	0	0	0	0	0	
\oplus	2008	243	21127	380	736	0	0	0	0	0	
\oplus	2009	215	20628	216	670	0	0	0	0	0	
	Grand Total:	70652	5237817	19060	10118	0	0	0	0	. 0	

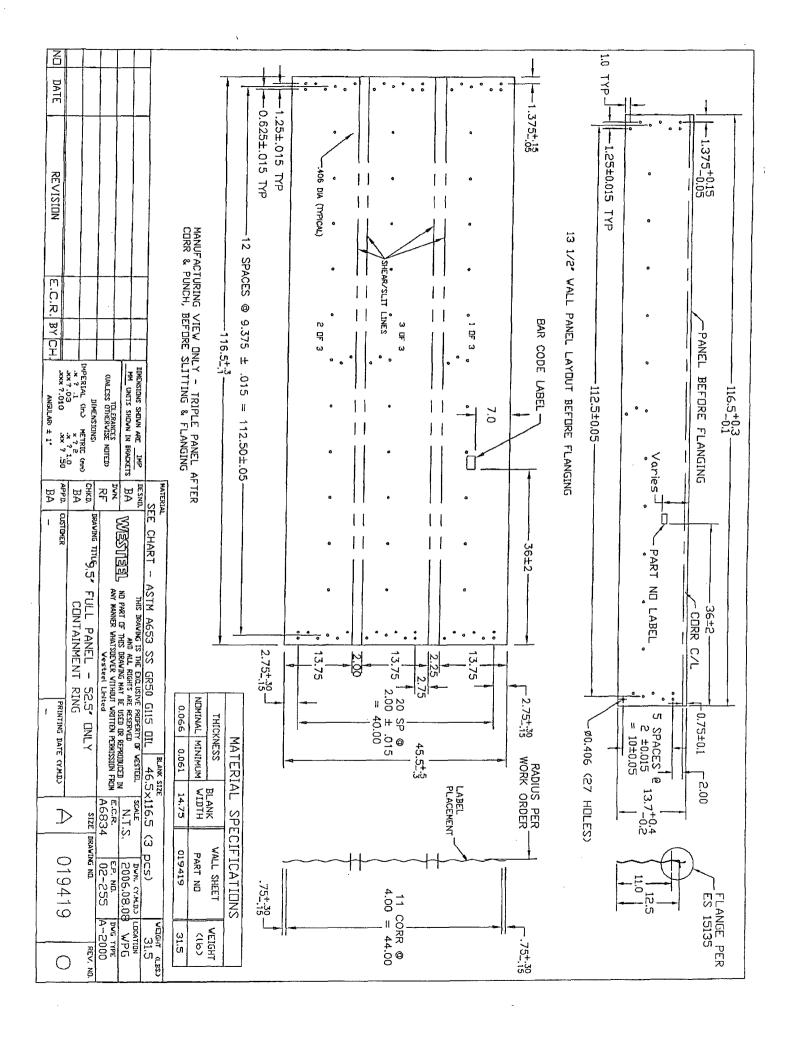
▼ Transporters

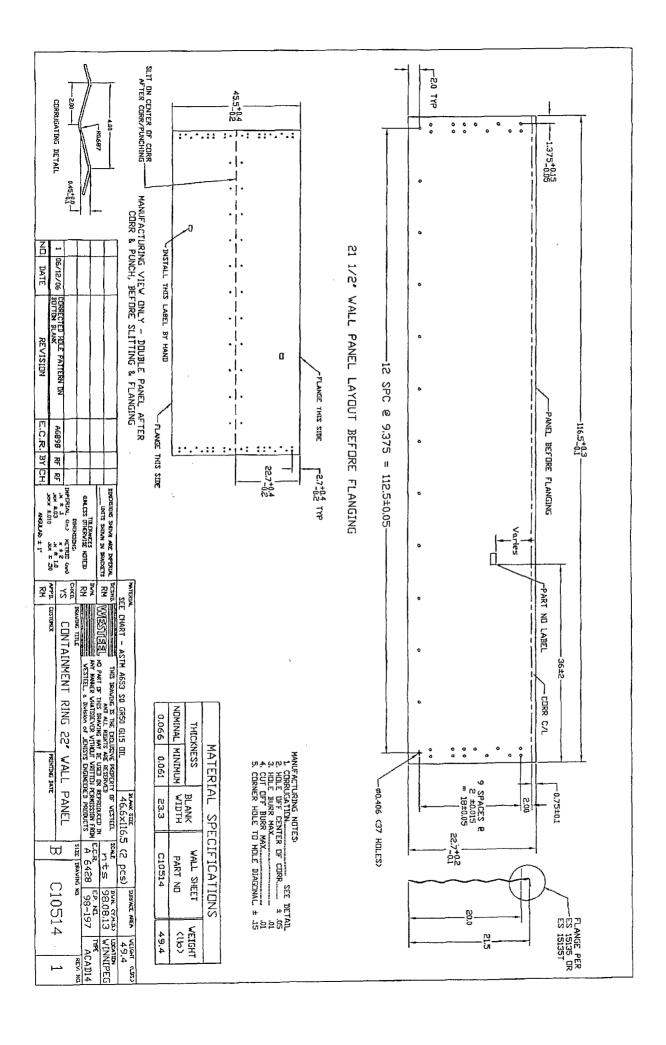


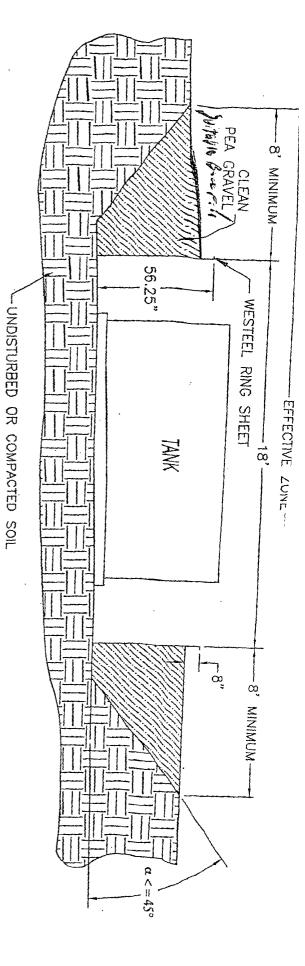








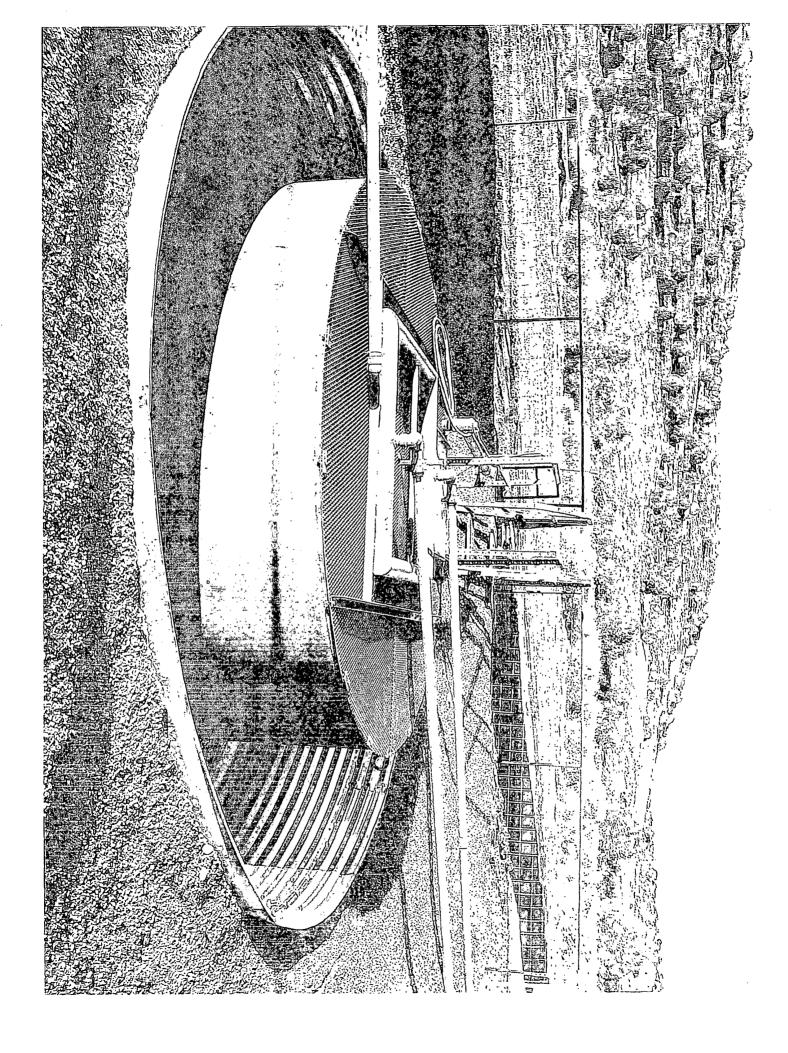


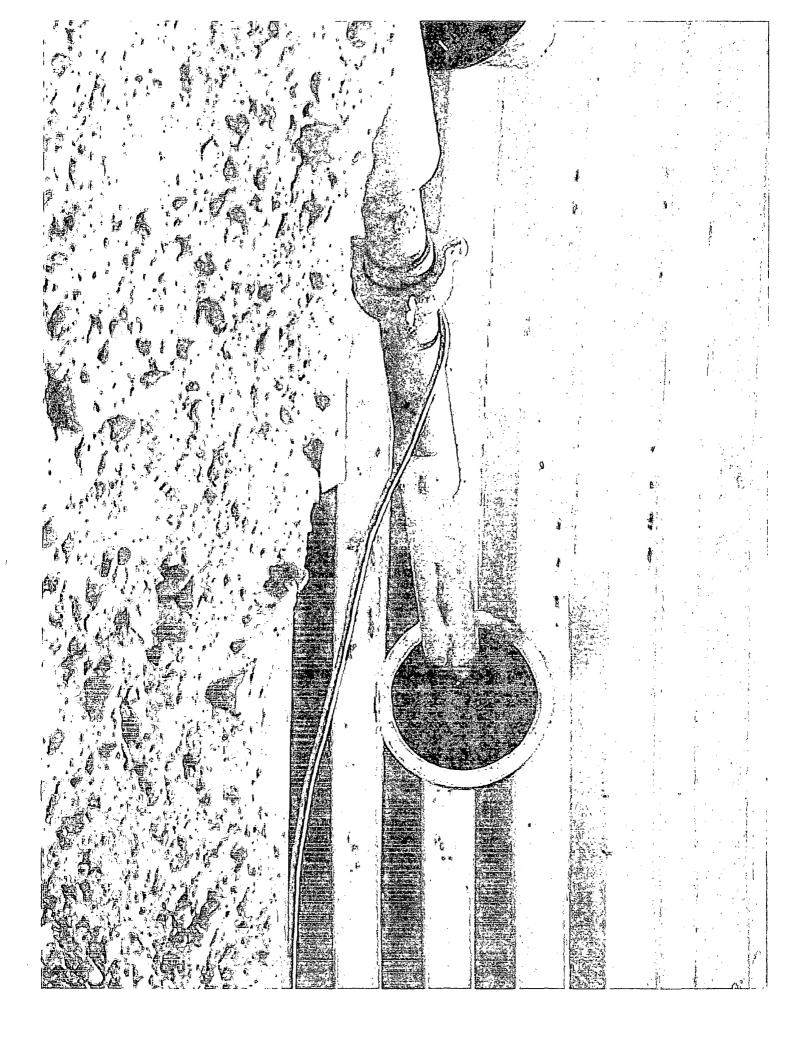


INSTALLATION INSTRUCTIONS & SITE REQUIREMENTS

- 1. EXCAVATE AS PER ABOVE
- FOR BEST RESULTS, BACKFILL WITH CLEAN PEA GRAVEL (OR EQUIVALENT FREE FLOWING MATERIAL) EVENLY AROUND THE STRUCTURE, TAKING CARE NOT TO FILL IN ANY ONE AREA VERY HIGH RELATIVE TO OTHER AREAS, SO AS TO RECOMMENDED. (NOTE: ALTERNATIVE MATERIALS CAN BE USED BUT CARE MUST BE TAKEN TO INSURE THAT THE EXTERNAL PRESSURES ACTING ON THE STRUCTURE REMAIN UNIFORM. IF NATIVE SOIL IS USED AS A BACKFILL MATERIAL, IT SHOULD BE UNIFORM IN CONSISTENCY, AND BE FREE OF LARGE ROCKS OR UNBROKEN CLUMPS, WHICH MAINTAIN THE STRUCTURE AS ROUND. WORKING AROUND THE STRUCTURE IN APPROXIMATELY 6" LIFTS COULD RESULT IN UNEVEN LOADING). Ø
- THE COMPLETED STRUCTURE SHOULD EXTEND APPROXIMATELY 8" ABOVE GRADE
- W 4. TO INSURE STRUCTURAL INTEGRITY, UNEVEN EXTERNAL WALL PRESSURE IS TO BE AVOIDED. NO VEHICLES OR OTHER
- Ċ SOURCES OF POINT LOADING SHOULD BE PERMITTED WITHIN THE EFFECTIVE ZONE (AS ILLUSTRATED). WESTEEL IS NOT LIABLE FOR ANY DAMAGES OR INJURIES RESULTING FROM ANY FAILURE DUE TO IMPROPER INSTALLATION, IMPROPER SITE CONDITIONS, OR INADEQUATE MAINTENANCE OF THE SITE.

NOTE: THIS SYSTEM IS NOT DESIGNED FOR THE SECONDARY CONTAINMENT OF LIQUIDS, RATHER, TO ALLOW FOR INSPECTION OF THE TANK.

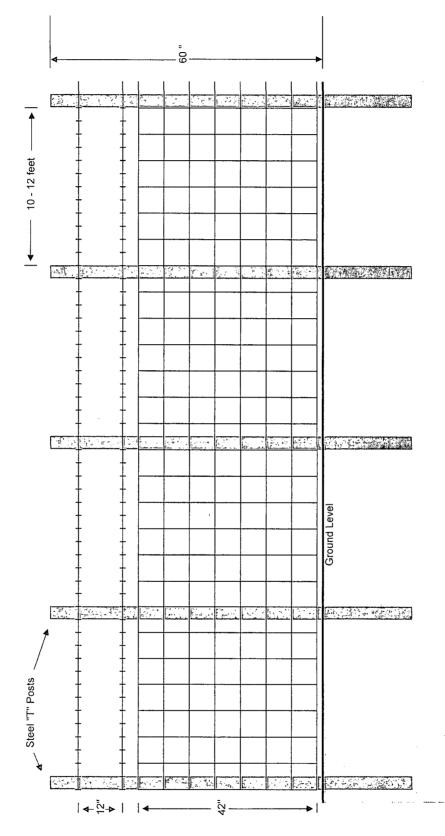




ENERVEST OPERATING, LLC

Proposed Alternative Fencing Below-Grade Tank Construction

42" Hogwire Fence with 2 strands barbed-wire on top

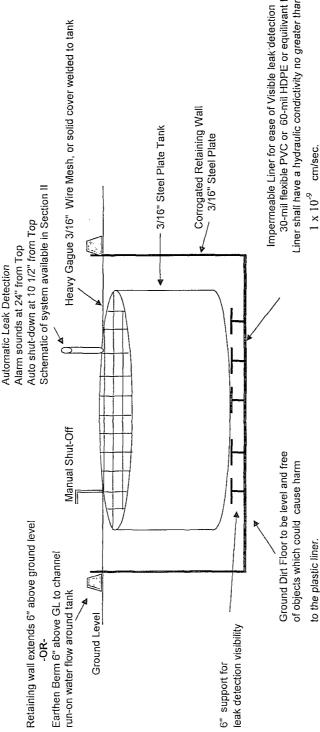




EnerVest Operating, LLC Western Division

Below-Grade Tank System

Gravity Fed - Produced Water



30-mil flexible PVC or 60-mil HDPE or equilivant Liner Liner shall have a hydraulic condictivity no greater than

Liner compatibility shall comply with EPA SW-846 method 9090A. Liner to be impervious to hydrocarbons, salt &

acidic and alkiline solutions.

Any liner installation will be done in such a way as to easily detect any possible leak.

Tank size dependent upon water production & road conditions

18' x 18' x 4' Square

18' x 4' Circular 18' x 5' Circular

12' x 6' 12' x 5'

Excavation Areas

Dia x Height

Capacity 125 Bbl 120 Bbl 100 Bbl

Tank Size

15' x 4'

Below-Grade System Components

Excavation Area size dependent upon tank size

Karst Map

API 30-039-06423

www.source3.com

REFERENCES

Wetland Map:

U. S. Fish and Wildlife Service National Wetlands Inventory Wetlands Mapper www.fws/gov/wetlands/data/mapper

Floodplains map:

Federal Emergency Management Agency
National Flood Insurance Program
FIRM (Flood Insurance Rate Map)
Map Service Center
http://msc.fema.gov/webapp/wcs/stores/servlet/FemaWelcomeView?storeId=10001&catallogId=10001&langId=-1

Depth to Ground Water: Individual water well documentation.

State of New Mexico
Office of the State Engineer
New Mexico Water Rights Reporting System
http://www.ose.state.nm.us/waters_db_index.html

Subsurface Mines:

EMNRD
Mining & Minerals Division
Mines, Mills & Quarries Commodity Group
http://www.emnrd.state.nm.us/MMD/index.htm

Regional Hydrogeology:

Stone et al., 1983, Hydrogeology and Water Resources of the San Juan Basin, New Mexico; Socorro, New Mexico Bureau of Mines and Mineral Resources Hydrologic Report 6, 70 p.

Base Maps:

Petroleum Recovery Research Center PRRC PitRule Web Mapping Portal USGS Topo TerraServer – US www.pitrule.source3.com