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 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
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, LLC OGRID #: 143199
Address:1001 Fannin St Ste 800 Houston, Texas 77002
Facility or well name: Jicarilla A #4E
API Number: 30-039-22292 OCD Permit Number:
U/L or Qtr/QtrD Section19 Township26NRange05WCounty:Rio Arriba
Center of Proposed Design: Latitude
Surface Owner: ☐ Federal ☐ State ☐ Private ☒ Tribal Trust or Indian Allotment
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 PVC Other Oth
Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 95 bbl Type of fluid: _Primarily produced water w/ compressor skid precipitation & incidental lubricating oil Tank Construction material: Steel w/ expanded metal cover Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off Visible sidewalls and liner Visible sidewalls only Other Liner type: Thickness mil HDPE PVC Other
s. Alternative Method: 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, institution or church)	hospital,
☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet	
☐ Alternate. Please specify42" Hog-wire fence with 2 strands barbed-wire on top	
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	
9.	
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 consideration of approval.	office for
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	
material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appro- 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. Ground water is less than 50 feet below the bettern of the temperatural, permanent pit, or below grade tank.	☐ Yes ⊠ No
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	
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. (Applies to temporary, emergency, or cavitation pits and below-grade tanks)	☐ Yes ☑ No ☐ NA
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	_
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☑ No ☐ NA
 (Applies to permanent pits) Visual inspection (certification) of the proposed site; Aerial photo; Satellite image 	_
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	☐ Yes 🏻 No
adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - 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.	☐ Yes ⊠ No
 Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	
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:
12. 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:
Previously Approved Operating and Maintenance Plan API Number:(Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
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 Liner Specifications and Compatibility Assessment - 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)
Site Reclamation 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 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 Steel Tanks or Haul-off Bins Only: (19.15.17 Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment facilities are required.		
Disposal Facility Name: Disposal Facility Permit Number:		
Disposal Facility Name: Disposal Facility Permit Number:		
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future Yes (If yes, please provide the information below) No		
Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 N 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	MAC	
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	district 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 significant watercourse or lakebed, sinkhole, or pla lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	ya Yes No	
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No	
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial applicati NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	on. Yes No	
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. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	Yes No	
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual 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 & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☐ No	
Within a 100-year floodplain FEMA map	☐ Yes ☐ No	
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 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 Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Soil Cover Design - 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	f 19.15.17.11 NMAC	

Operator Application Certification: I hereby certify that the information submitted with this application is true,	accurate and complete to the	best of my knowledge and belief.
Name (Print):Ronnie L. Young		Compliance Supervisor
Signature: L. Llowing	Date:	.32.10
e-mail address:ryoung@enervest.net	Telephone:	
oCD Approval: ☐ Permit Application (including closure plan) ☐ Clos	ure Plan (only) OCD C	onditions (see attachment)
OCD Representative Signature:		Approval Date: 3/04/1/
Title: Compliance Officer	OCD Permit Numbe	• •
Closure Report (required within 60 days of closure completion): Subsections: Operators are required to obtain an approved closure plan parties to the division within 60 day section of the form until an approved closure plan has been obtained and	orior to implementing any closes of the completion of the closes.	osure activities and submitting the closure report. Osure ăctivities. Please do not complete this en completed.
Closure Method: Waste Excavation and Removal On-Site Closure Method A If different from approved plan, please explain.	lternative Closure Method [☐ Waste Removal (Closed-loop systems only)
23.	That Halling About Co	A CALL Trade on Hard off Director
Closure Report Regarding Waste Removal Closure For Closed-loop Sy Instructions: Please indentify the facility or facilities for where the liquid	stems That Utilize Above Gi	tings were disposed. Use attachment if more than
two facilities were utilized.	-,	
Disposal Facility Name:	Disposal Facility Perr	mit Number:
Disposal Facility Name:	Disposal Facility Perr	nit Number:
Were the closed-loop system operations and associated activities performed Yes (If yes, please demonstrate compliance to the items below)		used for future service and operations?
Required for impacted areas which will not be used for future service and o	perations:	
☐ Site Reclamation (Photo Documentation) ☐ Soil Backfilling and Cover Installation		
Re-vegetation Application Rates and Seeding Technique		
24. Closure Report Attachment Checklist: Instructions: Each of the follow	ing items must be attached to	o the closure report. Please indicate, by a check
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 clo	sure)	•
☐ 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 I	Longitude	NAD: 1927 1983
25.		
Operator Closure Certification:	cours woment is tours	nd complete to the best of my line and decreed
I hereby certify that the information and attachments submitted with this clobelief. I also certify that the closure complies with all applicable closure rec	sure report is true, accurate at uirements and conditions some	and complete to the best of my knowledge and sciffed in the approved closure plan.
Name (Print):	I itle:	
Signature:	Date:	
e-mail address:	Telephone:	

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 #4E

API No:

30-039-22292

Location:

UL D, 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 #4E

API No. 30-039-22292

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)	NO - Canyon 250 Ft West	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	Yes	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.

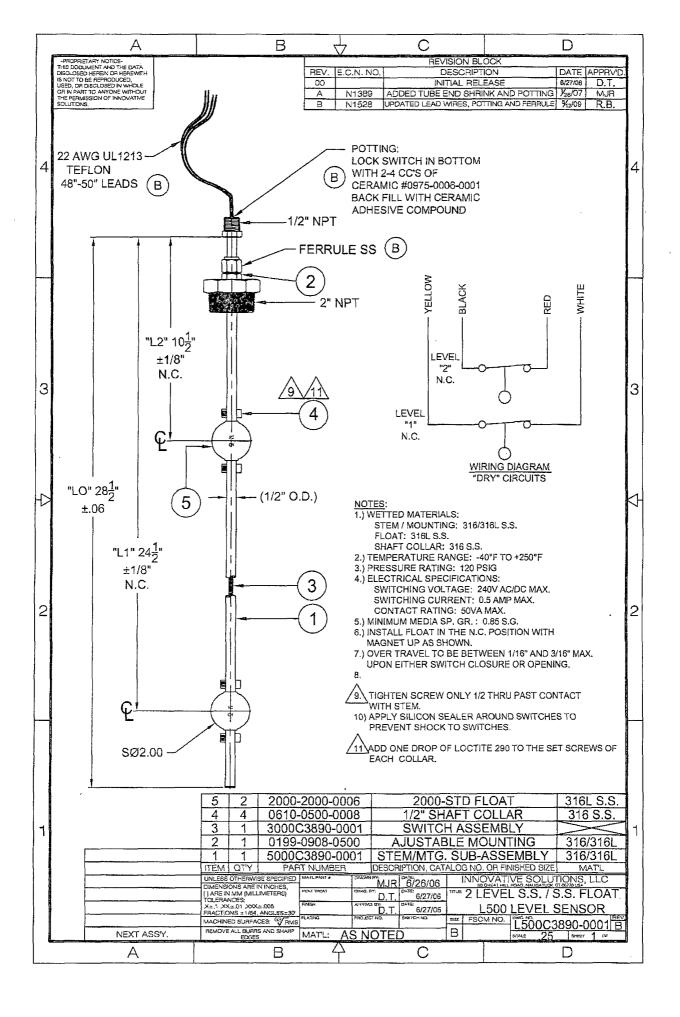
EV will ensure the fluid levels of tanks will be monitored by automatic high level alarms at 24" from the top and shut-off devise at 10 1/2 inches from the top of the tank. The tanks will be also equipped with a manual shut-off valve in the event it is needed. Please see design specification sheet of 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.

Table III (GSE HD) Smooth Gemeenburg

TESTED PROPERTY	TEST METHOD	FREQUENCY		MINIMUM	AVERAGE	VALUE	
			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 (124)	42 (186)	58 (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 ib	>140	>140	>140	>140	>140
	TYP	CAL ROLL DIM	ENSIONS				
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)	2 2.5 (6.9)	22.5 (6.9)
Roll Area, ft ² (m ²)			25,200 (2,341)	19,575 (1,819)	12,600 (1,171)	9,675 (899)	7,650 (711)

- NOTES:

 Observation only applies to near spherical agglomerates, 9 of 10 views shall be Category 1 or 2. No more than 1 view from Category
- $^{(2)}$ Roll lengths and widths have a tolerance of \pm 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 - 4 - 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 #4E API 30-039-22292

The above referenced well is located at UL D, Sec 19, 26N, 05W at an elevation of 6555. Surface casing was set to a depth of 354' or at a depth of 6201'.

According to the Office of State Engineer, the closest water well drilled was SJ 00213 about 5 miles NW of our location. Drilled to 1308 feet at an unknown elevation, it shows water encountered at 485 feet.

In 1953, the Jicarilla #4-J (30-039-06416) was drilled about 800 feet SE of our location. It was at an elevation of 6572 with no indication of water being encountered. Surface casing was set at 96 feet which would be at 6476. This would be 275 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 30-039-22292

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Appendix 02

Ground Water Depth

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New Mexico Office of the State Engineer Water Right Summary



WR File Number: SJ 00213

Primary Purpose: IND

INDUSTRIAL

Primary Status:

DECLARATION

Total Acres:

DCL

Total Diversion:

17

Owner: EL PASO NATURAL GAS COMPANY

Documents on File

Status

Doc

File/Act

2 3 Transaction Desc. From/To

Acres Diversion Consumptive

DCL PRC ABS SJ 00213

17

Point of Diversion

QQQ

(NAD83 UTM in meters)

Pod Number

Source 6416 4 SecTws Rng

Y Other Location Desc

0

SJ 00213 Shallow 4 4 1 32 27N 06W 276897 4045750*

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

17 SJ 00213

Shallow

Place of Use

QQQQ

256 64 16 4 SecTws 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

	SIN NAME			
	Date received	Mar. 31, 1	977	
50-213		11 111.11 3		03
	TATEMENT			
I. Name of Declarant El Paso Natural Gas C	ompany		MEER OF	FIC
Mailing Address P. O. Box 1492 County of El Paso	_, State of Texa	<u> </u>	". H.H. 87 .	501
2. Source of water supply Shallow Water Ag		5		
(art	esian or shallow wate	r aquifer)		·
Describe well location under one of the following subheading a. SE	. 32 _{Two}	27N Rec	6W	NIM DM :
Rio Arriba County.				
b. Tract No of Map No c. X = feet. Y =	of the			
in the		te system		Zon Grant
On land owned byDeclarant				
4. Description of well: date drilled 6-20-74	driller Mane	SSdepth_	1308	fcet
outside diameter of casing 8-5/8 inches; original ca				
gal. per min.; pumping lift 591 feet; static water				
	level 405 teet (&	Me (below) land	surface;	
make and type of pump <u>Reda Submergible</u>	20 HB 440	Volta	·	
make, type, horsepower, etc., of power plant	20 HP 440	VOICE		
Fractitional or percentage interest claimed in well	100%			
s. Quantity of water appropriated and beneficially used_			17	
for Industrial & Domestic	(acte feet per act	е) (асте	feet per ann	ium) purposes
Acrenge actually irrigated None acres, located as				
Company's Lowry Field Plant	ic purposes at		iral Gas	
Company's Lowry Field Plant.			iral Gas	
Company's Lowry Field Plant			iral Gas	
Company's Lowry Field Plant. (Note: location of well and acreage actually				
(Note: location of well and acreage actually	irrigated must be shown	on plat on reverse s	ide.)	ce that time
(Note: location of well and acreage actually	irrigated must be shown 1 day	on plat on reverse s 1974 year	ide.) _and sin	
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month	irrigated must be shown 1 day	on plat on reverse s 1974 year	ide.) _and sin	
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the abo	irrigated must be shown 1 day	on plat on reverse s 1974 year	ide.) _and sin	
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the abo	irrigated must be shown 1 day	on plat on reverse s 1974 year	ide.) _and sin	
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the abo	irrigated must be shown 1 day	on plat on reverse s 1974 year	ide.) _and sin	
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about 10 month	irrigated must be shown 1 day ove described lands o	on plat on reverse s 1974 year for the above des	ide.) and sin scribed purpo	ses except
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: Usage est	irrigated must be shown 1 day ove described lands o	on plot on reverse s 1974 year for the above des	ide.)and sin scribed purpe : well ha	s just
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about 10 month	irrigated must be shown 1 day ove described lands o	on plot on reverse s 1974 year for the above des	ide.)and sin scribed purpe : well ha	s just
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the abo as follows: Usage est	irrigated must be shown 1 day ove described lands o	on plot on reverse s 1974 year for the above des	ide.)and sin scribed purpe : well ha	s just
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: Usage est	irrigated must be shown 1 day ove described lands o	on plot on reverse s 1974 year for the above des	ide.)and sin scribed purpe : well ha	s just
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: Usage est	irrigated must be shown 1 day ove described lands o	on plot on reverse s 1974 year for the above des	ide.)and sin scribed purpe : well ha	s just
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: Usage est	irrigated must be shown 1 day ove described lands o	on plat on reverse s 1974 year for the above des	and sin	s just
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(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: Usage est S. Additional statements or explanations Usage est Fecently been repaired and plant faci	irrigated must be shown 1 day ove described lands o cimated since matter revampe lities revampe statement prepared in whership of a valid unlar the same are true	on plot on reverse s 1974 year for the above des meter on this d. being first d accordance with the orderground water rite the best of my k	and sin scribed purpose well ha	s just son my oath, ns on the re ave careful, d belief.
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: Usage est 8. Additional statements or explanations Usage est Fecently been repaired and plant facions. I. J. W. McCarthy depose and say that the above is a full and complete everse side of this form and submitted in evidence of o	irrigated must be shown 1 day ove described lands o cimated since matter revampe lities revampe statement prepared in whership of a valid unlar the same are true	on plot on reverse s 1974 year r for the above des meter on this daccordance with the derground water rite the best of my k tural Gas Co	and sin ecribed purpo well ha uly sworn up he instructio ight, that (h mowledge an	s just soon my oath, ns on the re ave carefull d belief.
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: S. Additional statements or explanations Usage est Fecently been repaired and plant faci	irrigated must be shown I day ove described lands o cimated since material since material since material since material statement prepared in watership of a valid untarthe same are true El Paso Na by:	on plot on reverse s 1974 year r for the above des meter on this daccordance with the derground water rite the best of my k tural Gas Co	and sin ecribed purpo well ha uly sworn up he instructio ight, that (h mowledge an	s just soon my oath, ns on the re ave carefull d belief.
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the abous follows: S. Additional statements or explanations Usage est recently been repaired and plant facing the property of the property	irrigated must be shown I day ove described lands o cimated since material since material since material since material statement prepared in watership of a valid untarthe same are true El Paso Na by:	on plot on reverse s 1974 year r for the above des meter on this decordance with the derground water rite the best of my k tural Gas Co	and sin and sin scribed purposes: well has uly swotn up he instruction ight, that I he mowledge an mpany	s just son my oath, ns on the re ave careful ad belief. , declarant
(Note: location of well and acreage actually 7. Water was first applied to beneficial use 10 month has been used fully and continuously on all of the about as follows: Usage est 8. Additional statements or explanations Usage est Fecently been repaired and plant facions. 1. J. W. McCarthy depose and say that the above is a full and complete everse side of this form and submitted in evidence of o	irrigated must be shown I day ove described lands o cimated since material since material since material since material statement prepared in watership of a valid untarthe same are true El Paso Na by:	on plot on reverse s 1974 year r for the above des meter on this decordance with the derground water rite the best of my k tural Gas Co	and sin ecribed purpo well ha uly sworn up he instructio ight, that (h mowledge an	s just son my oath, ns on the re ave careful ad belief. , declarant

THED UNDER NEW MEXICO LAW A DECLARATION IS CHEW A CHITTHER OF DECLARABITE COMMENDER ACCEPTANCE FOR FILING DOES NOT CONSTITUTE AFFACIAL OR KEJECTION OF THE CLARABITE.

API 30-039-22292

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NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico

Address..... Box 997, Farmington, New Mexico

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 7:90 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 Mexico 6-10-57 (Place) (Date)
EL PA		URAI	GAS C	G AN ALLOWABLE FOR A WELL KNOWN AS: OMPANY JICARILLA, Well No. 4-J, in. SE 1/4, NW. 1/4, (Lease)
Unit	Letter	., Sec.,	19	T. 26N R 5W NMPM, S. Blanco PC Ext. Pool
	RioAr	riba	 .	County Date Spudded4-18-57, Date Completed5-20-57
P:	lease indi	cate lo	cation:	
D	С	В	A	Elevation 6572 Total Depth 3069 , P.B. 3054
E	x ^F	G	Н	Top oil/gas pay2972
-				Casing Perforations: 2980-2990, 3016-3040 or
L.	K]	1	Depth to Casing shoe of Prod. String
М	N	O	P	Natural Prod. TestBOPD
L		l	11	based onbbls. Oil inMins.
				Test after acid or shotBOPD
Cand Size	ing and O	e cnestl i cct	Sax	Based on bbls. Oil in Hrs N 13 1957 Mins.
8-5/8	8"	96	70	Gas Well Potential 5,250 MCF/day Oil. COM. DIST. 3
5-1/2		61	100	Size choke in inches
1-1/1		40	•	Date first oil run to tanks or gas to Transmission system: Waiting on pipe
				Transporter taking Oil or Gas: El Paso Natural Gas Company
Remarks	1			
	·····	. (·
T he	rehv cert	ify tha		mation given above is true and complete to the best of my knowledge.
				JUN 1 3 1957 19 BL PASO NATURAL GAS COMPANY
				COMMISSION By Strature
Ву:			CE Cy JRICK	Title Senior Petroleum Engineer
,				Send Communications regarding well to:
				Name

30-039-06416 JICARILLA 110 #004 [22032]

General Well Information

Status: Active

Well Type: Gas Lat/Long:

GL Elevation:

Work Type:

Surface Location:

F-19-26N-05W 1575 FNL 1450 FV 36.4754304571036 -107.405209926059

Top

2972

Sing/Mult Compl:

Potash Waiver:

Direction:

Lease Type:

Proposed Formation and/or Notes

Depths

Proposed: 0

Measured: 3069 Plugback Measured:

Formation Tops

Pictured Cliffs Formation

Method Obtained

Producing

Event Dates

Initial APD Approval: 4/18/1957 Most Recent APD Approval: 4/18/1957

APD Cancellation: APD Extension Approval: Spud:

Approved Temporary Abandonment:

4/18/1957

Shut In Waiting For Pipeline: Plug and Abandoned Intent Received: Well Plugged:

Site Release: Last Inspection: 5/17/2005

Current APD Expiration: 4/18/1959

Jicarilla

Single

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

505-325-6800 Main Phone:

Central Contact Person

Hobbs Contacts

Aztec Contacts

Casing

String/Hole Type		i i	Boreholes, Strings and Equipment Specifications			Specifications for Strings and Tubing			Strings Cemented and Intervals			Cement and Plug Description		
		Date Set	Diameter	Тор	Bottom (Depth)		ngth	Weight	Bot of Cem	Top of Cem	Meth	Class of Cement	Sacks	Pressure Test (Y/N)
Hole 1	1		10.5	0	105		0	0.0	0	0			0	No
Surface Casing	1		8.625	0	105		0	0.0	105	0		Class C Cement	70	No
Hole 3	1		7.25	0	3068		0	0.0	0	0			0	No
Production Casing	1		5.5	0	3068		0	0.0	3068	0		Class C Cement	100	No
Tubing 1	1		1.66	0	3023		0	0.0	0	0			0	No

Well Completions

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

Financial Assurance

Appendix 03

Aerial Photo



Petroleum Recovery Research Center

Aerial - Jicarilla A #4E

Figure: 03

Jan 19, 2010

API 30-039-22292

D - Sec 19, 26N, 05W

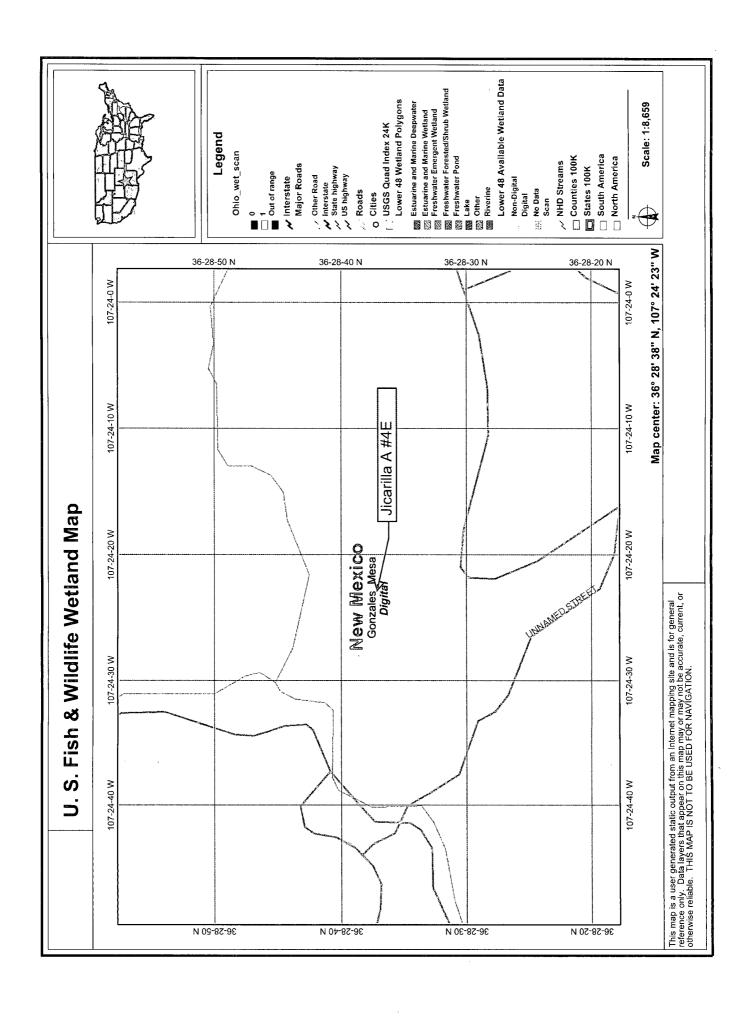
Appendix 04

Municipality Boundary Map

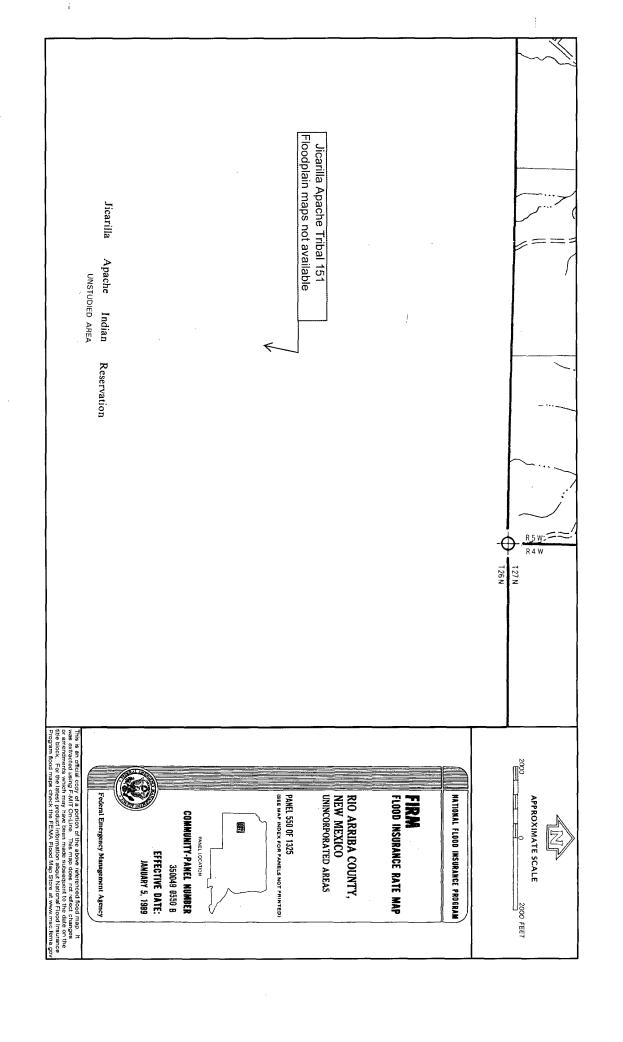
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API 30-039-22292

U.S. Fish & Wildlife Wetland Identification Map



FEMA 100-year Floodplain Map



Mines, Mills, & Quarires Map

www.source3.com

API 30-039-22292

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

ENERVEST OPERATING LLC

Below Grade Tank Observed Sitting Requirements

Lease Name & Well Numbe	Jicarilla AUE
API N	0000000
Observed by	
Date Observed	. 6 40
MEASURED FROM THE BELOW-GRADE TANK:	Yes No If not within limits, explain:
Continiously flowing water course > 300 ft.	
Significant Watercourse, lakebed, sinkhole or playa lake > 200 feet	X Canyon West of Location
Permanent Residence > 200 feet	\overline{X}
School > 200 feet	
Hospital > 200'	
Institution or Church > 200'	
Private, domestic fresh water well or	
spring > 500 feet	X
Any other fresh water well or spring > 1000 feet	
Within incorporated municipal boundary of defined municipal fresh water field	
Wetland area > 500 feet	<u>X</u> .
Overlying a subsurface mine	Lat 32° 28. 43M 36, 484166
	Lon 107° 24. 41 W 107 411205
Distance to water	course or dry wash should be to nearest edge

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

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO ENERGY ALS MINERALS DEFARTMENT

P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

Form C-102 kevised 10-1-75

All distances must be from the cuter housedwifes of the Section.

Operator TENNECO OIL COMPANY JICARILLA "A" 4-E Unit Letter Section Town.ship Range County 26N 5W Rio Arriba Actual Footage Location of Well: 950 North feet from the line and feet from the Ground Level Elev. Producing Formation Dedicated Acreage: 6555 Dakota Basin Dakota 319.16 Acres 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 to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation ___ 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 Commission. CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. 1075 can M. L. Freeman StaffProduction Analyst CONTRACT #110 Position Tenneco Oil Company 319.16 Acres Company December 27, 1979 Sec. 19 hereby certify that the well location TENNECO 1/2 on this plat was plotted from field s of actual surveys made by me or CONOCO ARCO Date Surveyed Registered F and/or La Certificate

30-039-22292 JICARILLA A #004E [306750]

General Well Information

Status: Active

Well Type:

Work Type: New Surface Location:

D-19-26N-05W Lot: 4 950 FNL 36.4771476963084 -107.406484358892 6555

Direction: Lease Type: Federal

Lat/Long: GL Elevation:

Sing/Mult Compl: Single Potash Waiver:

Proposed Formation and/or Notes

BASIN DK

Depths

Proposed: 7500

Measured:

Plugback Measured:

Formation Tops

Formation	Тор	 Method Obtained	Producing
Kirtland Formation	2520		
Pictured Cliffs Formation	2970		
Cliff House Formation	4715		
Menefee Formation	4780		
Point Lookout Formation	5206		
Gallup Formation	6256		
Dakota Formation	7206		

Event Dates

Initial APD Approval: 2/22/1980 Most Recent APD Approval: 2/22/1980

Current APD Expiration: 2/22/1982

APD Cancellation: APD Extension Approval:

Spud:

10/4/1980

Expiration:

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

Well Plugged: Site Release:

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

Last Inspection: 5/17/2005

⊗ History

⊗ Comments

Operator

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

Address:

Country: Main Phone:

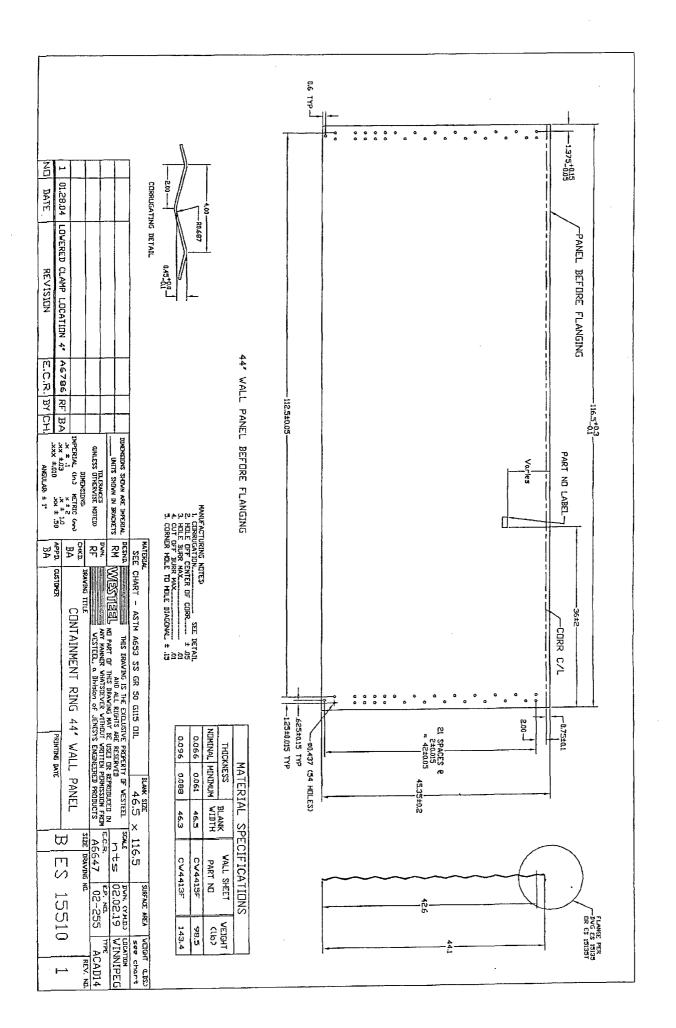
Central Contact Person

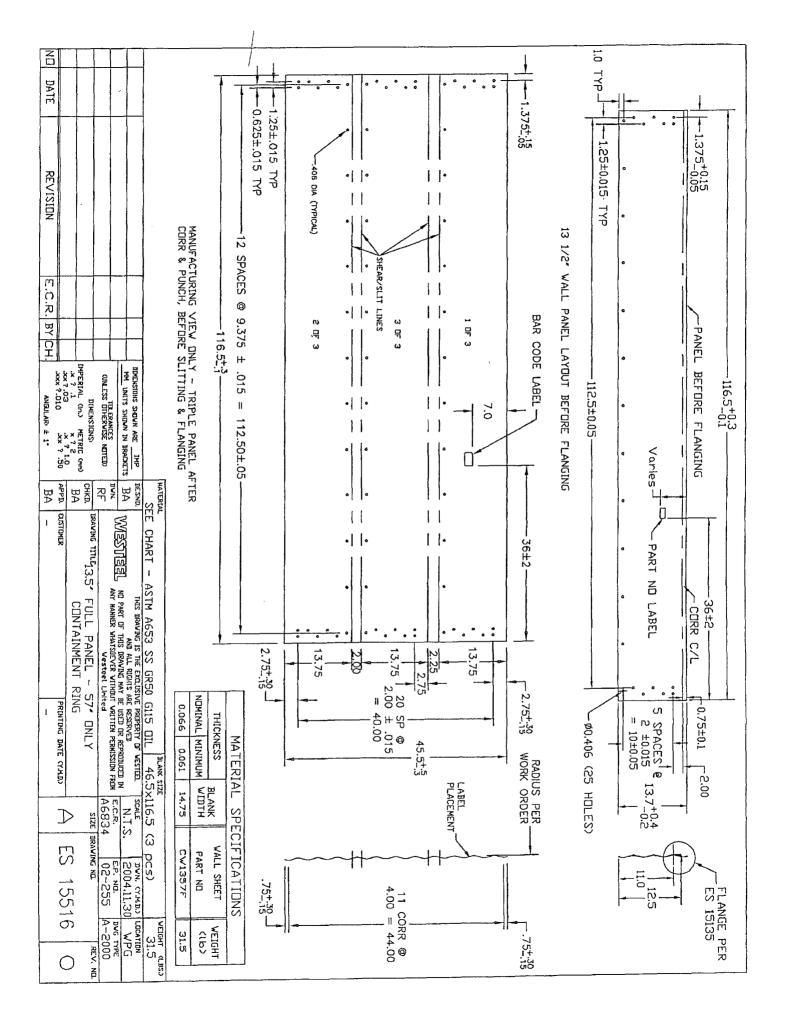
No district contact found

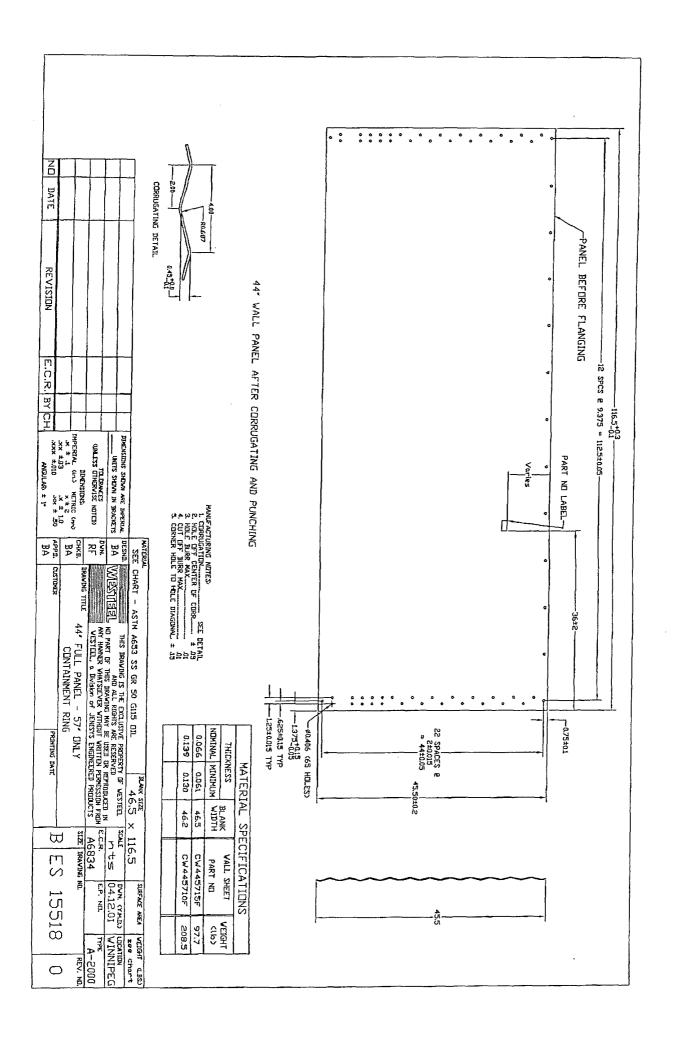
Pits

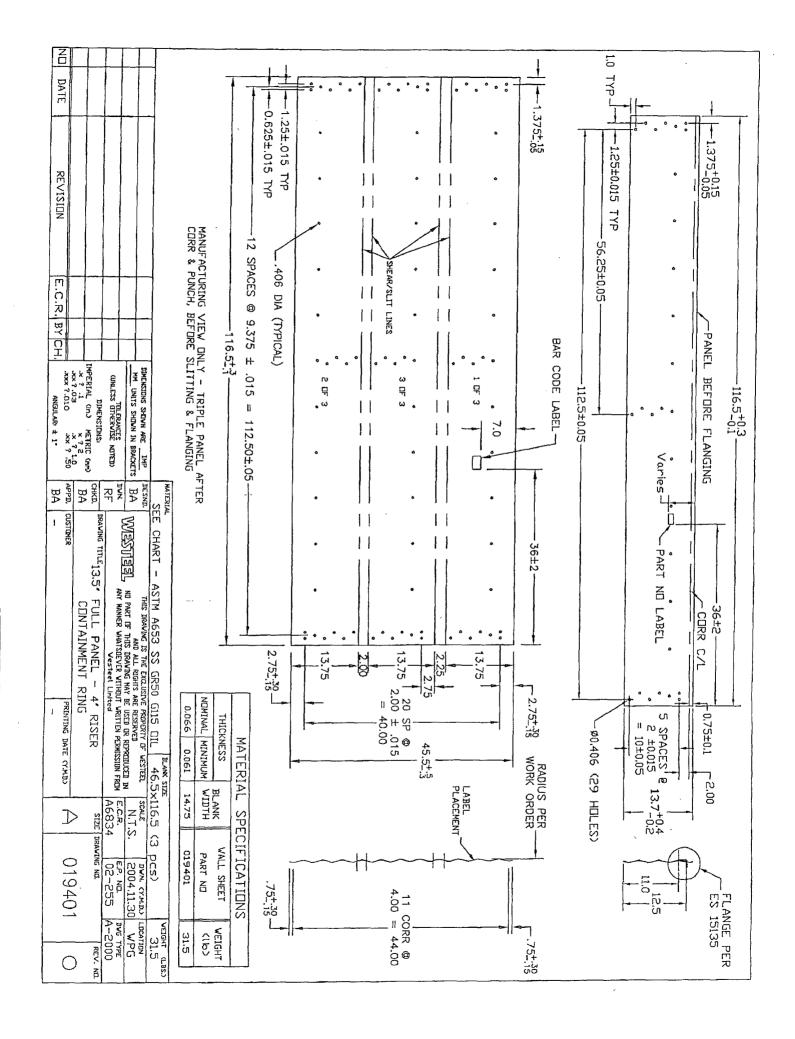
Casing

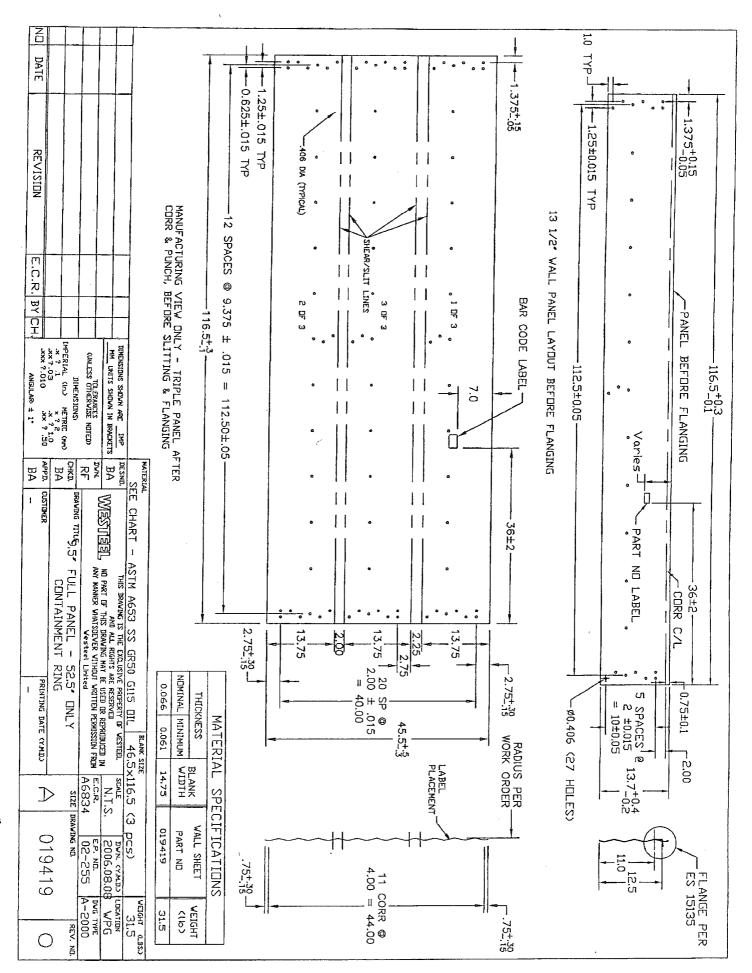
1			Boreholes, Strings and Equipment Specifications			Specifications for Strings and Tubing			Strings Cemented and Intervals		Cement and Plug Description			
String/Hole Type	Taper	Date Set	Diameter	Тор	Bottom (Depth)	Grade	Length	Weight	Bot of Cem	Top of Cem	Meth	Class of Cement	Sacks	Pressure Test (Y/N)
Hole 1	1		11.5	0	354		0	0.0	0	0			0	No
Surface Casing	1		9.625	0	354		354	36.0	354	0		Class C Cement	240	No
Hole 3	1		6.25	0	7515		0	0.0	0	0			0	No
Production Casing	1		4.5	0	7515		7515	11.5	7515	0		Class C Cement	1040	No
Production Casing	1		4.5	0	7515		7515	11.5	7515	0		Class C Cement	1040	No
Production Casing	1		4.5	0	7515		7515	11.5	7515	0		Class C Cement	1040	No



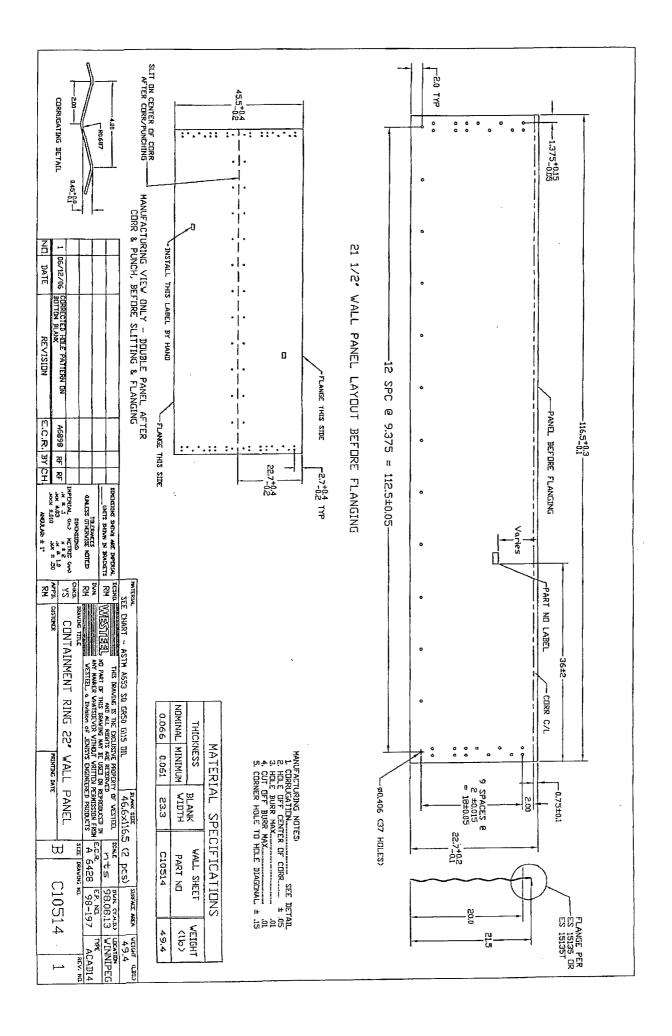


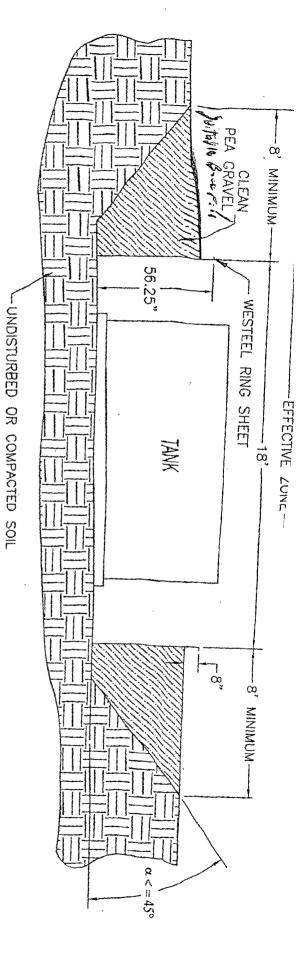






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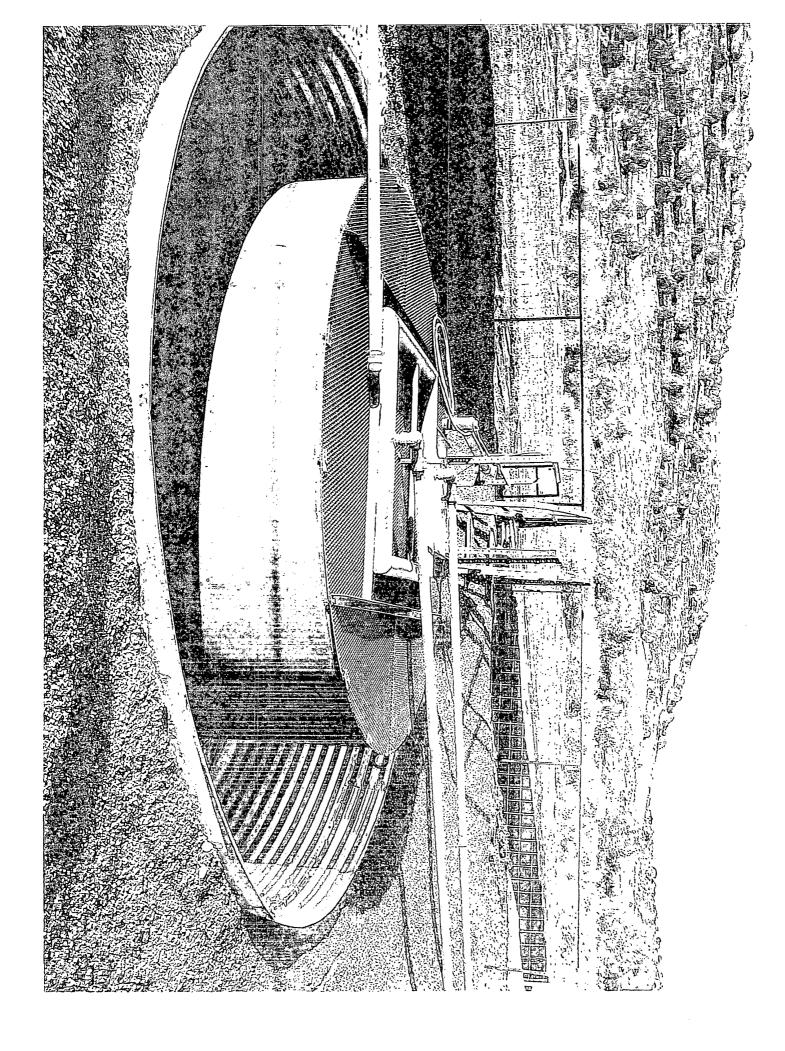


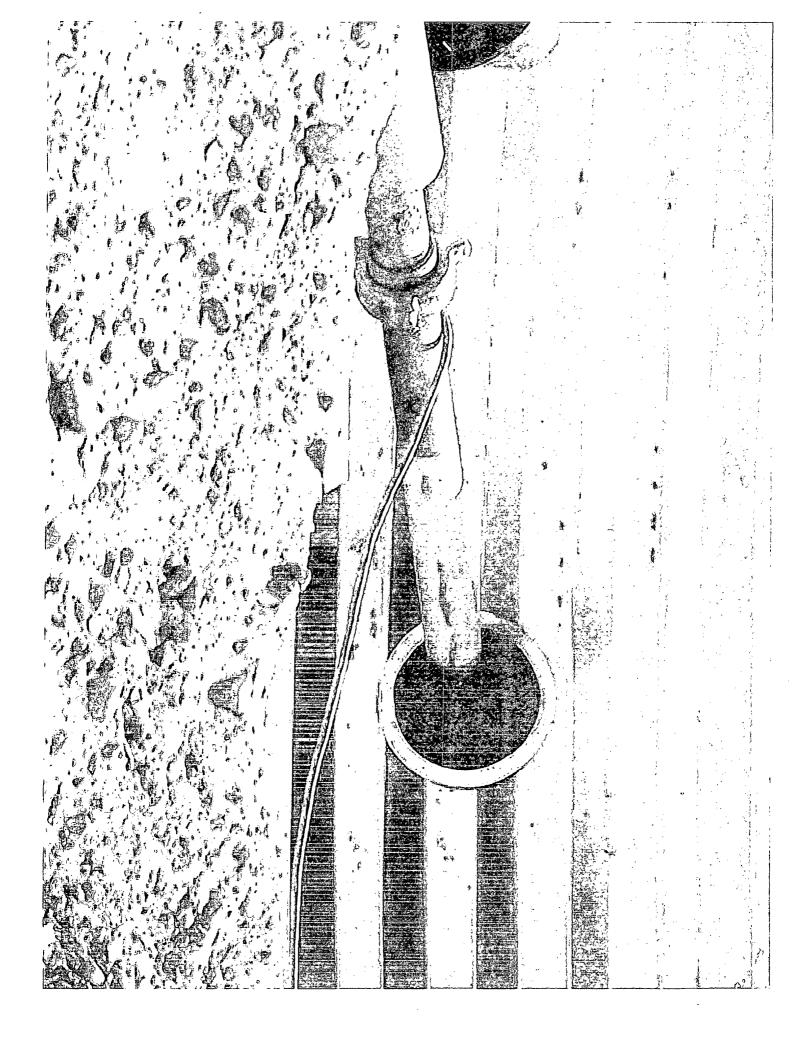


INSTALLATION INSTRUCTIONS & SITE REQUIREMENTS

- 1. EXCAVATE AS PER ABOVE
- FOR BEST RESULTS, BACKFILL WITH CLEAN PEA GRAVEL (OR EQUIVALENT FREE FLOWING MATERIAL) EVENLY AROUNTHE 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). EVENLY AROUND
- 4. THE COMPLETED STRUCTURE SHOULD EXTEND APPROXIMATELY 8" ABOVE GRADE TO INSURE STRUCTURAL INTEGRITY, UNEVEN EXTERNAL WALL PRESSURE IS TO BE AVOIDED. NO VEHICLES OR OTHER
- 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.

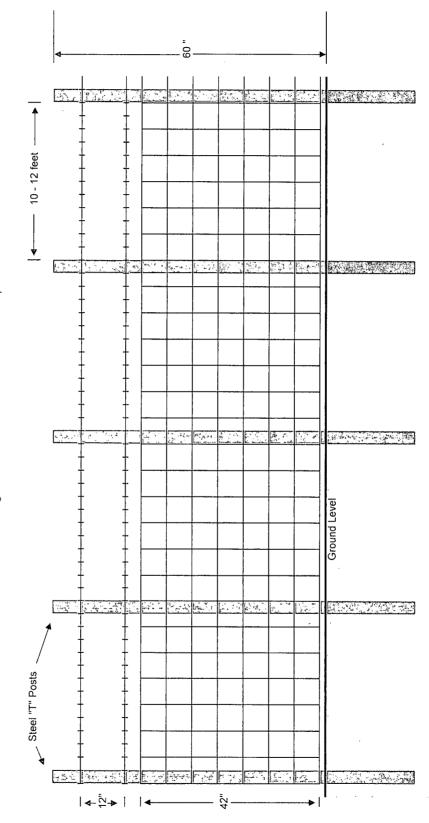




ENERVEST OPERATING, LLC

Proposed Alternative Fencing Below-Grade Tank Construction

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



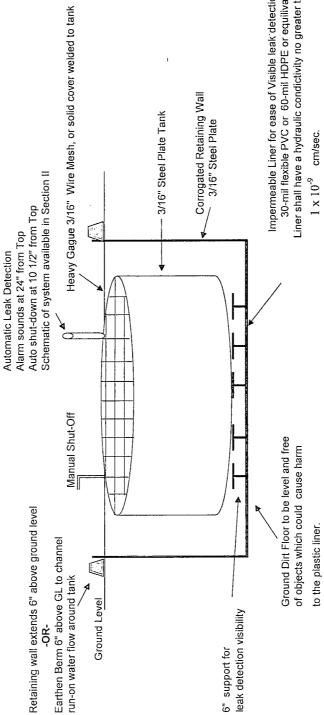


EMERVEST

EnerVest Operating, LLC Western Division

Below-Grade Tank System

Gravity Fed - Produced Water



Impermeable Liner for ease of Visible leak detection 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 Excavation Area size dependent upon tank size

18' x 18' x 4' Square

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

Excavation Areas

Dia x Height

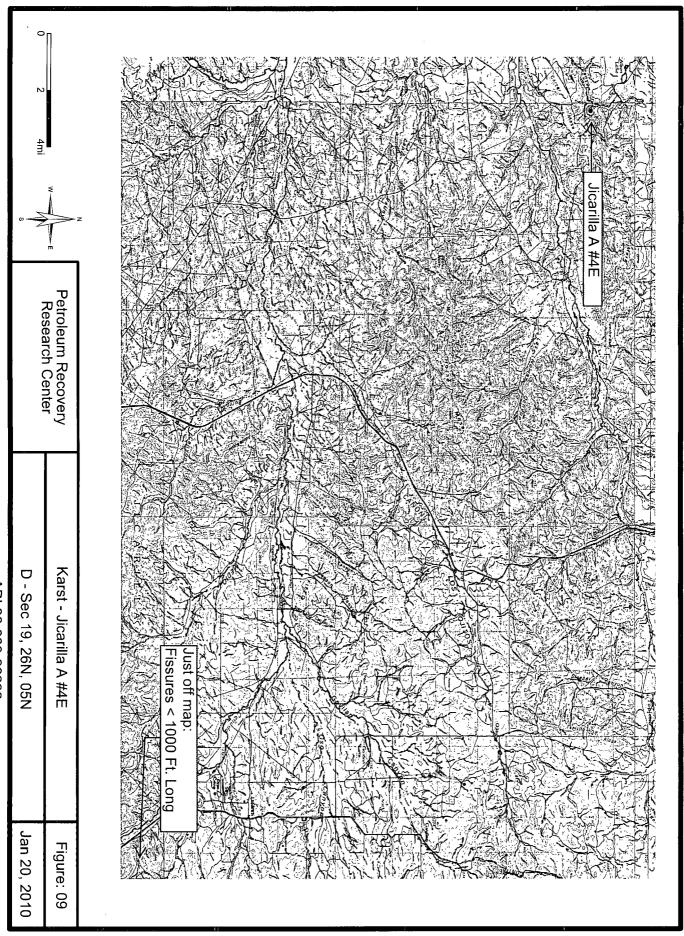
Capacity 125 Bbl 120 Bbl 100 Bbl

Tank Size

15' x 4' 12' x 6' 12' x 5'

Below-Grade System Components

Karst Map



API 30-039-22292

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&catalogId=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