NM1- 10A

BONDS

Energy, Minerals and Natural Resources DepartmentOil Conservation Division

THEORITATE BOO

<u>Cash Bond For Waste Management Facilities</u>
(File with Oil Conservation Division, 1220 South Saint Francis, Santa Fe, New Mexico 87505)

KNOW ALL MEN BY THESE PRESENTS:

That JFJ Landfarm, L.L.C.		(an individual
partnership, or a corporation organized in the St	ate of New Mexico	, with its
principal office in the City of Bloomfield	, State of	N.M. and
authorized to do business in the State of New Me	xico), as PRINCIPAL is firmly b	ound unto the State of New
Mexico, for the use and benefit of the Oil Co	nservation Division of the Ene	rgy, Minerals and Natura
Resources Department (DIVISION) in the sum of	f Twenty five Thousand Dollars	(\$ <u>25,000.00</u>) Dollars
The conditions of this obligation are suc	h that:	
The PRINCIPAL has heretofore or may remediation, reclamation, treatment or storage of fluids, contaminated soils, BS&W, tank bottoms, Fownship 29 North , Range 12 Wes Mexico.	f produced water, drilling fluids waste oil or other oil field related	, drill cuttings, completion waste in Section 2
NOW, THEREFORE, this \$ _25,000.00 compliance with all applicable statutes of the Statude and the Oil Conservation Commission, and upon otherwise the bond is to be forfeited to the Division.	te of New Mexico and all rules and clean-up of the facility site to st	nd orders of the DIVISION

The PRINCIPAL has deposited funds on behalf of the DIVISION in the amount of \$25,000.00 (Twenty five thousand dollars) in the manner indicated on page 2 of this instrument, Assignment of Cash Collateral Deposit, to secure this bond. The PRINCIPAL pledges the funds as a guarantee that it, its executors, assigns, heirs and administrators will abide by the Statutes of the State of New Mexico and the rules and orders of the DIVISION in operating the waste management facility described herein, and that it will properly reclaim the facility site upon cessation of operations. If the PRINCIPAL does not properly reclaim and restore the facility site, and otherwise abide by the rules and orders of the DIVISION, this bond shall be forfeited in full and such funds as necessary applied to the cost of reclaiming the facility site. If the amount of the bond is less than the actual cost incurred by the DIVISION in reclaiming the facility site, the DIVISION may institute legal action against the PRINCIPAL to recover any amounts expended over and above the amount of the bond.

NOW THEREFORE, if the above PRINCIPAL or its successors, assigns, heirs, administrators or any of them shall properly reclaim and restore the above-described facility site upon cessation of operations and otherwise abide by the rules and orders of the Division, then therefore, this obligation shall be null and void and the principal sum hereof shall be paid to the PRINCIPAL, or its successors, heirs, or administrator; otherwise it shall remain in full force and effect.

erakan Habitan

 $20.5 \, \mathrm{M}_\odot$

Assignment of Cash Collateral Deposit For Bond for Waste Management Facility

	it to Rule 711 of the Rules of	the O				
	ndfarm L.L.C.				, (nermatter	Principal"), of (address) has
	V. Broadway Bloomfield, N.M. 87413 ed with the <u>Citizens Bank</u>				(name (of the financial
netituti netituti	on, which must be a federally insured	hank or	savings institutio	n within th		
POF	lox 4140, Farmington N.M. 87499-4140)				(address)
hereina	after "Financial Institution"), the sum of	of Twent	y five thousand o	iollars		.00) dollars in
Certific	ate of Deposit or savings account No	JT932089	23 The	Principal he	reby assigns a	and conveys all
ight, ti	tle and interest in the deposited funds to	the Financ	ial Institution in t	rust for the	Oil Conservati	ion Division of
he Ene	rgy, Minerals and Natural Resources De	partment (hereinafter "Divis	sion") or suc	cessor agency	of the State of
New M	exico. The Principal and the Financial I	nstitution	agree that as to th	e deposited	funds:	
1 .	The funds deposited pursuant to the termanagement facility operated by the Pr		Assignment are t	o serve as a	cash bond co	vering a waste
o.	The Division acquires by this Assignment Financial Institution, in writing, to dist thereto, including the Division itself, we Division, or to the Principal upon sale Division orders and rules have been continuous.	ribute the ithout furth of the fac	fund to persons d ner consent by the ility covered by t	etermined b Principal, i his Assignr	by the Division n amounts det nent provided	n to be entitled termined by the l all applicable
2. .s.	The Principal retains no legal or bene thereon, and to return of the fund upo reclaims the facility site and otherwise a Commission.	n written (order of the Divis	sion in the	event the Prin	cipal properly
				$\Delta M_{\rm Max}$		
i.	The Financial Institution agrees that the upon written order of the Division or a Division is a party. The Financial Instiagainst the funds.	court of c	ompetent jurisdic	tion made i	n a proceedin	g in which the
ncurre	ncipal agrees that the Financial Institudence of the Financial Institution if claim or sis made upon the Financial Institution	demand vi				
Signed	this 30th day of July	. , 20	02 .	path		
	· . F · · 1			ar day	•	
. !		•		Fry Ale		
By Prin	cipal JFJ Landfarm L.L.C.	_	By Financial Inst	titution <u>C</u>	itizens B <i>e</i>	nk
				5 8 3 15		
James	Hatcher		Robert J. Fa	-	President	
Title		-	Title			
	PRINCIPAL is corporation, affix corporat	e seal here.		ti · ·		
a	ner Helita	·		Maria .		
2040	W. Broadway, Bloomfield, NM		500 W. Byos	unia. dwav⊞ura	Tminato n	NM 87401
	Address		Mailing Address			<u> </u>
	· · · · · · · · · · · · · · · · · · ·		~	21 (14.3	•	
		.A.		rat dea		
	\$ 0 P	, 40 to 1		Lav.		

diane d

10E 12.21 FAX 0303334317	1	NUUSIKIAL ECO		
Page 3 of 3			•	12/00
ACKNOW	LEDGMENT F	ORM FOR NATURA	AL PERSONS	•
STATE OF)				
COUNTY OF)				
The foregoing instrument wa	as acknowledged	before me this	day of	, <u>2,</u> by
My commission expires:				
Date		Notary Public	2	
ACKNOWLEDGM	IENT FORM F	OR CORPORATION	OR PARTNER	SHIP
STATE OF New Mexico				
COUNTY OF San Juan)SS.	•			ar .
The foregoing instrument wa	as acknowledged her	before me this 30th	day ofJuly	, 2 <u>002</u> , by
officer empatrier(s) of JFJ Lan	dfarm L.L.	c		
correctation, a partnership on behalf of	of said corporation	n or partnership.		
HOLAN	- 4			
My commission expires: 4/20/20	04_			
the lend	士			
Day 11. 318 82		Notary Public	B.S.	
NOTE: .When Principal is a partners applicable. This information may be		of association, list all p	artners, officers a	nd directors as may be
application that the third that yet	provided below.			
ACKNOWLE	DGMENT FOR	M FOR FINANCIAI	LINSTITUTION	ī
STATE OFNew Mexico)				
COUNTY OF San Juan SS.				
The foregoing instrument wa	ıs acknowledged	before me this 30th	day of July	, 2 <u>002</u> , _{by}
Robert J. Fate Citizens Bank	title _	Vice Presiden	t Mari	on behalf of, financial institution.
OTCISCUS DANK			71. E 5. A	_, mancial institution.

NotaryPublic

Ć/D ACCOUNT 01 935089

JFJ LANDFARM , LLC

BRANCH 01 DFF 00 55 04-3702715 **000 0000** HOME BUS 1.4041

PRMTIME

2040 W BROADWAY BLOOMFIELD

CD #	TYPE	BLOOMFIEL	D MM	87413 DLY	RATE 1.4041
CURRENT BALANCE	MATURITY DATE	ORIGINAL AMOUNT	PENALTY	PAYOFF	RATE
25,000.00	07/29/2003	25,000.	00 42.71	24,958.69	2.0500
12 MONTHS	LAST M 07/30/	—	HOLD AMT 25,000.00	DT NXT INT AMT NXT INT	07/29/2003 512.50 MATURITY ADD-ON
				DT LST INT AMT LST INT MEMO POST	07/29/2002

ENTER OPTION

HLD SIG

OLHLDSTP01 V.10100 SEQ ACCT NUM

TEMMA

STOP PAYMENT/HOLD T PAY TO/CK #/CK DT

REPAN DT ON

DT OFF

1 193508923 H 25,000.00

CASH BOND/WASTE MGMT 07/30/2002 00/00/0000

ENTER ADD, DEL, OR (ENTER)

33.31

· . . . i

TRANSACTION REPORT

P.01 JUL-30-2002 TUE 02:29 PM

FOR:

RECEIVE

DATE START SENDER RX TIME PAGES TYPE NOTE M# DP

JUL-30 02:26 PM 6503554517 2'34" 6 RECEIVE OK

Industrial Ecosystems Inc.

A Van				
Urge	nt	☐ Please Comment	☐ Please Reply	Please Recyck
CC:			-	
Re:	JFJ Landfarms L.L.C.	Pages:	6	
From:	James Hatcher	Date:	7/30/02	
To:	Martyne Kieling	Fax:	505 476 3462	



State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division

Cash Bond For Waste Management Facilities

KNOW ALL MEN BY THESE PRESENTS:

That Tierra Environmental Co. Inc., (a)
individual, partnership, or a corporation organized in the State of new next , with it
principal office in the City of Orbic, State of hww hurizon, and authorized to
do business in the State of New Mexico), (hereinafter "Principal") is held firmly bound unto the State o
New Mexico, for the use and benefit of the Oil Conservation Division of the Energy, Minerals and
Natural Resources Department (hereinafter "Division") in the sum o
Sight thrusand (\$ \$,000) Dollars.
0
The conditions of this obligation are such that:
The charte Deirectual has houstofour on many housefter outer into the collection disposed
The above Principal has heretofore or may hereafter enter into the collection, disposal
evaporation, remediation, reclamation, treatment or storage of produced water, drilling fluids, drill suttings, completion fluids, contemporated sails, RS &W, tank betterms, wests ail and/or other ail falls
related waste in Section , Township 29N, Range DW, NMPM, Sandra County
New Mexico.
TYCW MICARO.
NOW, THEREFORE, this \$ \(\frac{5.000}{} \) bond is conditioned upon substantial compliance
with all applicable statutes of the State of New Mexico and all rules and orders of the Division and the Oi
Conservation Commission, and upon clean-up of the facility site to standards of the Division; otherwise
the bond is to be forfeited to the State of New Mexico.
The Principal has deposited funds on behalf of the Division in the amount o
\$\\\ \\\ \\\\\\\\\\\\\\\\\\\\\\\\\\\\\
page 2 of this instrument, Assignment of Cash Collateral Deposit, to secure this bond. The Principa
pledges the funds as a guarantee that its executors, assigns, heirs and administrators will abide by the laws
of the State of New Mexico and the rules and orders of the Division in operating the waste managemen
facility described herein, and that it will properly reclaim the facility site upon cessation of operations. I
the Principal does not properly reclaim and restore the facility site, and otherwise abide by the rules and
orders of the Division, this bond shall be forfeited in full and such funds as necessary applied to the cos
of reclaiming the facility site. If the amount of the bond is less than the actual cost incurred by the
Division in reclaiming the facility site, the Division may institute legal action against the Principal to

NOW THEREFORE, if the Principal, its successors, assigns, heirs, or administrators shall properly reclaim and restore the above-described facility site upon cessation of operations, and otherwise abide by the rules and orders of the Division, then therefore, this obligation shall be null and void and the funds securing this bond shall be paid to the Principal, or its successors, heirs, or administrator, otherwise it shall remain in full force and effect.

recover any amounts expended over and above the amount of the bond.

Assignment of Cash Collateral Deposit for Bond for Waste Management Facility

	nt to Rule 711 of the Rules of the Oil C	Conservation Division	n, or successor provisions, (hereinafter	
"Princi	pal") of PODrawer 1520 Form	netr, nm		
with 1	the Citizens Bank	7, 0,	(name of the financial	
	ion, which must be a federally insured bank or sa	vings institution wit	hin the State of New Mexico)	
of 57	10 W Broadway, Farming (address)	(hereinafter "Finance	ial Institution"), the sum of	
			tificate of Deposit or savings	
accoun	t No. 616994 223 . The Principal	hereby assigns and	conveys all right, title and	
interest	t in the deposited funds to the Financial Institution	on in trust for the Oil	Conservation Division of the	
Energy	, Minerals and Natural Resources Department (1	nereinafter "Division	") or successor agency of the	
State of	f New Mexico. The Principal and the Financial Ir	nstitution agree that a	s to the deposited funds:	
a.	The funds deposited pursuant to the terms of thi	-	serve as a cash bond covering	
	a waste management facility operated by the Pri	incipai.		
b.	The Division acquires by this Assignment the e	ntire beneficial inter	est in the funds with the right	
	to order the Financial Institution, in writing, to			
	Division to be entitled thereto, including the			
	Division, or to the Principal upon sale of the	facility covered by	this Assignment provided all	
	applicable Division orders and rules have been	complied with rega	rding the waste management	
	facility.			
•	The Deineinel retains no least or honoficial inte	ract in the funds and	has only the might to interest	
c.	The Principal retains no legal or beneficial interior if any, thereon, and to return of the funds upon v			
	in any, mercon, and to return of the funds upon	written order or the L	AVISIOII.	
d.	The Financial Institution agrees that the fund			
	distributed except upon written order of the Div		•	
	a proceeding in which the Division is a party. The Financial Institution waives all statutory or			
	common law liens or rights of set-off against the	e funds.		
The Pri	incipal agrees that the Financial Institution may d	leduct from interest of	lue the Principal any attorney	
fees incurred by the Financial Institution if claim or demand via writ, summons or other process arising				
from th	e Principal's business is made upon the Financial	Institution.		
C:1	and applied this 5th day of C. In I	2000		
Signed	and sealed this _ 5 day of September 2	2000		
		11.	. 1	
De	rathy halis	100000	1. Bury	
	re of Principal, personally or by	▼	ized officer of Financial	
authori	zed officer	Institution	Λ.	
1).00	· Prezident	Assis the	Primaret	
Title	2118.5	Title	~ Villedin V	
	If Principal is corporation, affix corporate seal here.)			
0 - 1			2	
<u>0.9</u>	· Drawer 15250	<u> 500 W.</u>	Droad Way	
Fox	miretn. nm 8740/	Frimo	A hm \$740)	
	g Address	Mailing Address (

ACKNOWLEDGMENT FORM FOR NATURAL PERSONS STATE OF SS. COUNTY OF _ The foregoing instrument was acknowledged before me this day of _______, 2 _____, by My commission expires: Date Notary Public ACKNOWLEDGMENT FORM FOR CORPORATION OR PARTNERSHIP STATE OF New 1 SS. COUNTY OF SAN JUHN The foregoing instrument was acknowledged before me this 5th day of September, 2000, officer or partner(s) of 1 erra a corporation, a partnership on behalf of said corporation or partnership My commission expires: Date NOTE: When Principal is a partnership, corporation of association, list all partners, officers and directors as may be applicable. This information may be provided below. ACKNOWLEDGMENT FORM FOR FINANCIAL INSTITUTION STATE OF COUNTY OF MILLIAN The foregoing instrument was acknowledged before me this 5th day of September on behalf of financial institution. My commission expires: Date

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division

Cash Bond For Waste Management Facilities

KNOW ALL MEN BY THESE PRESENTS:

the bond is to be forfeited to the State of New Mexico.

KNOW ALL MEN BY THESE I RESENTS.
That Tierra Environmental Co. Inc , (an
individual, partnership, or a corporation organized in the State of new muice, with its
principal office in the City of Avec, State of New Mexico, and authorized to
do business in the State of New Mexico), (hereinafter "Principal") is held firmly bound unto the State of
New Mexico, for the use and benefit of the Oil Conservation Division of the Energy, Minerals and
Natural Resources Department (hereinafter "Division") in the sum of
Twenty-five thousand (\$05,000) Dollars.
The conditions of this obligation are such that:
The above Principal has heretofore or may hereafter enter into the collection, disposal, evaporation, remediation, reclamation, treatment or storage of produced water, drilling fluids, drill cuttings, completion fluids, contaminated soils, BS&W, tank bottoms, waste oil and/or other oil field related waste in Section 2, Township 29N, Range 2w, NMPM, Senduar County, New Mexico.
NOW, THEREFORE, this \$_25,000 bond is conditioned upon substantial compliance with all applicable statutes of the State of New Mexico and all rules and orders of the Division and the Oil Conservation Commission, and upon clean-up of the facility site to standards of the Division; otherwise

The Principal has deposited funds on behalf of the Division in the amount of \$\frac{25,000}{\text{coo}}\$ (wenty-five thruserd dollars) in the manner indicated on page 2 of this instrument, Assignment of Cash Collateral Deposit, to secure this bond. The Principal pledges the funds as a guarantee that its executors, assigns, heirs and administrators will abide by the laws of the State of New Mexico and the rules and orders of the Division in operating the waste management facility described herein, and that it will properly reclaim the facility site upon cessation of operations. If the Principal does not properly reclaim and restore the facility site, and otherwise abide by the rules and orders of the Division, this bond shall be forfeited in full and such funds as necessary applied to the cost of reclaiming the facility site. If the amount of the bond is less than the actual cost incurred by the Division in reclaiming the facility site, the Division may institute legal action against the Principal to recover any amounts expended over and above the amount of the bond.

NOW THEREFORE, if the Principal, its successors, assigns, heirs, or administrators shall properly reclaim and restore the above-described facility site upon cessation of operations, and otherwise abide by the rules and orders of the Division, then therefore, this obligation shall be null and void and the funds securing this bond shall be paid to the Principal, or its successors, heirs, or administrator, otherwise it shall remain in full force and effect.

Assignment of Cash Collateral Deposit for Bond for Waste Management Facility

Pursuar	nt to Rule 711 of the Rules of the Oil C	onservation Division, or successor provisions,			
"Princi	nal") of POD Darway (525) Famous	(hereinafter (address) has deposited (name of the financial			
with t	the Cilians Rails	(name of the financial			
instituti	ion which must be a federally insured bank or sa	vings institution within the State of New Mexico)			
		(hereinafter "Financial Institution"), the sum of			
16	restu-five thousand (8 25 00)	dollars in Certificate of Deposit or savings			
account	t No. 01695 14224 . The Principal	hereby assigns and conveys all right, title and			
		n in trust for the Oil Conservation Division of the			
Energy	, Minerals and Natural Resources Department (h	nereinafter "Division") or successor agency of the			
State of	f New Mexico. The Principal and the Financial Ir	stitution agree that as to the deposited funds:			
	The Court Land Annual Call				
a.	a waste management facility operated by the Pri	s Assignment are to serve as a cash bond covering			
	a waste management facility operated by the Fri	ncipai.			
b.	The Division acquires by this Assignment the e	ntire beneficial interest in the funds with the right			
		distribute the funds to persons determined by the			
		Division itself, in amounts determined by the			
		facility covered by this Assignment provided all			
	facility.	complied with regarding the waste management			
	racinty.				
c.	The Principal retains no legal or beneficial inter	rest in the funds and has only the right to interest,			
	if any, thereon, and to return of the funds upon v	vritten order of the Division.			
d.	The Financial Institution arms that the final				
u.	-	s may not be assigned, transferred, pledged or ision or a court of competent jurisdiction made in			
		The Financial Institution waives all statutory or			
	common law liens or rights of set-off against the funds.				
		educt from interest due the Principal any attorney			
fees incurred by the Financial Institution if claim or demand via writ, summons or other process arising					
	e Principal's business is made upon the Financial				
Signed	and sealed this 23 day of August, 2	. <u>600</u> 2			
	δ	1			
\mathcal{A}_{α}		(a., d/-doco)			
Signatu	re of Principal, personally or by	Signature of authorized officer of Financial			
	zed officer	Institution			
	\circ				
<u>Uic</u>	ce President	AC E Branch Manager			
Title		Title			
(Note: 1	If Principal is corporation, affix corporate seal here.)	\mathcal{O}			
POI	Drawer 15250	500 W. Broadway			
	1	J. A mond On h			
170	umington n.m. S7401	Jamington 11 KV 18-140			
Mailing	g Address	Mailing Address			

ACKNOWLEDGMENT FORM FOR NATURAL PERSONS STATE OF COUNTY OF The foregoing instrument was acknowledged before me this _____ day of ______, 2_____, by My commission expires: Date Notary Public ACKNOWLEDGMENT FORM FOR CORPORATION OR PARTNERSHIP The foregoing instrument was acknowledged before me this 22 day of 4 day of 20a corporation, a partnership on behalf of said corporation or partnership My commission expires: When Principal is a partnership, corporation of association, list all partners, officers and directors as may be This information may be provided below. ACKNOWLEDGMENT FORM FOR FINANCIAL INSTITUTION COUNTY OF he foregoing instrument was acknowledged before me this 22 day of financial institution.