

1R - 403

REPORTS

DATE:

9/23/2003



Photo 1: Surface water drainage between tanks and football field. Looking south.

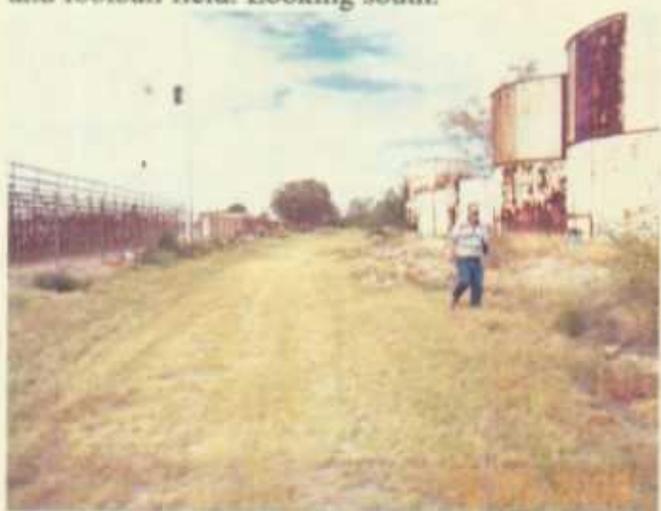


Photo 2: Surface water drainage between tanks and football field. Looking north.



Photo 3: Mud tanks are rusted and corroded.



Photo 4: Facility looking north taken from the southwest corner



Photo 5: Trash on site included tires pipe and other metal, pallets one drum. Southwest corner of site.



Photo 6: One drum containing what looks to be caustic or spent caustic. Southwest corner of site.



9.23.2003
Photo 7: Drum and a wood pallet disintegrated by what looks to be caustic or spent caustic. Southwest corner of site.



Photo 10: Former mixing tank location bottom of tank and pipe is all that remains.



Photo 8: Open top mixing tank



Photo 11: Bag of what looks to be caustic or spent caustic.



Photo 9: Open top mixing tank and other tanks. Looking north.



Photo 12: East property line may run along the power lines. Looking north. Former Anchor Drilling Fluids USA, Inc. building is within the 100 foot railroad ride-of way.



Photo 13: Railroad siding is corroded. Surface drainage from Runco drains across this location



Photo 16: Rusty tank with mud and trash.



Photo 14: Some kind of sump or test well in a shed next to the railroad siding.



Photo 16: Inside of the tank shown in photo 16



Photo 15: Building that the sump or well is in along railroad siding. Looking east northeast.



Photo 17: A High 500 bbl tank that has a cone bottom and 4.5 feet of mud that is potentially caustic.



Photo 18: Bottom side of the tank shown in Photo 17.



Photo 19: Inside of tank shown in Photo 17, mud has a white frothy coating.



Photo 20: Mud tank along drainage that is corroded.



Photo 21: Group of 6 tanks along the west edge of the property. Looking south.



Photo 22: Group of 6 tanks along the east side of the property. Looking southeast.



Photo 23: Tanks as seen from the east edge of the property looking west.

WARRANTY DEED

HAROLD L. RUNNELS and DOROTHY F. RUNNELS, husband and wife,

for consideration paid, grant to RUNCO ACIDIZING & FRACTURING COMPANY, a New Mexico corporation, whose address is Post Office Box 937, Lovington, New Mexico 88260

the following described real estate in LEA county New Mexico:

SURFACE ESTATE ONLY:

A tract of land located in the Southwest Quarter (SW/4) of Section 20, Township 25 South, Range 37 East, N.M.P.M., Lea County, New Mexico, described as BEGINNING at the Southwest Corner of said Section 20, thence North 89°56' East 1320 feet and North 0°03' West 811.6 feet to the point of beginning, thence North 0°03' West 612.4 feet, North 89°56' East along the South line of East Utah Avenue 81.4 feet, South 8°58 feet East along West R/W line of T-NM RR 620 feet, South 89°56' West 178 feet to the beginning,

with warranty covenants.

WITNESS OUR hand and seal this 3rd day of November, A. D., 1979. HAROLD L. RUNNELS (Seal) DOROTHY F. RUNNELS (Seal)

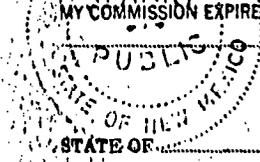
INDIVIDUAL ACKNOWLEDGMENT

STATE OF NEW MEXICO } COUNTY OF LEA } SS.

The foregoing instrument was acknowledged before me this 3rd day of November, A. D., 1979, by HAROLD L. RUNNELS and DOROTHY F. RUNNELS, husband and wife.

My Commission Expires: MY COMMISSION EXPIRES JULY 23, 1983

Kim Hobbs Notary Public



CORPORATE ACKNOWLEDGMENT

STATE OF } COUNTY OF } SS.

The foregoing instrument was acknowledged before me this day of A. D., 19, by President of a corporation, on behalf of said corporation.

My Commission Expires:

Notary Public

STATE OF NEW MEXICO } County of } ss.

Records of Deeds of said County. Paul Rice Smith County Clerk. Deputy

I hereby certify that this instrument was filed for record on the 15th day of April, A. D., 1980 at 12:15 clock P. M., and duly recorded in Book Page of

Rec. No. Fees, \$ Return to

22522

K HERWIG

DICK HERWIG

&

&

1st ADD.

STUART ADD.

42

34

33

40

35

32

40

37

31

39

38

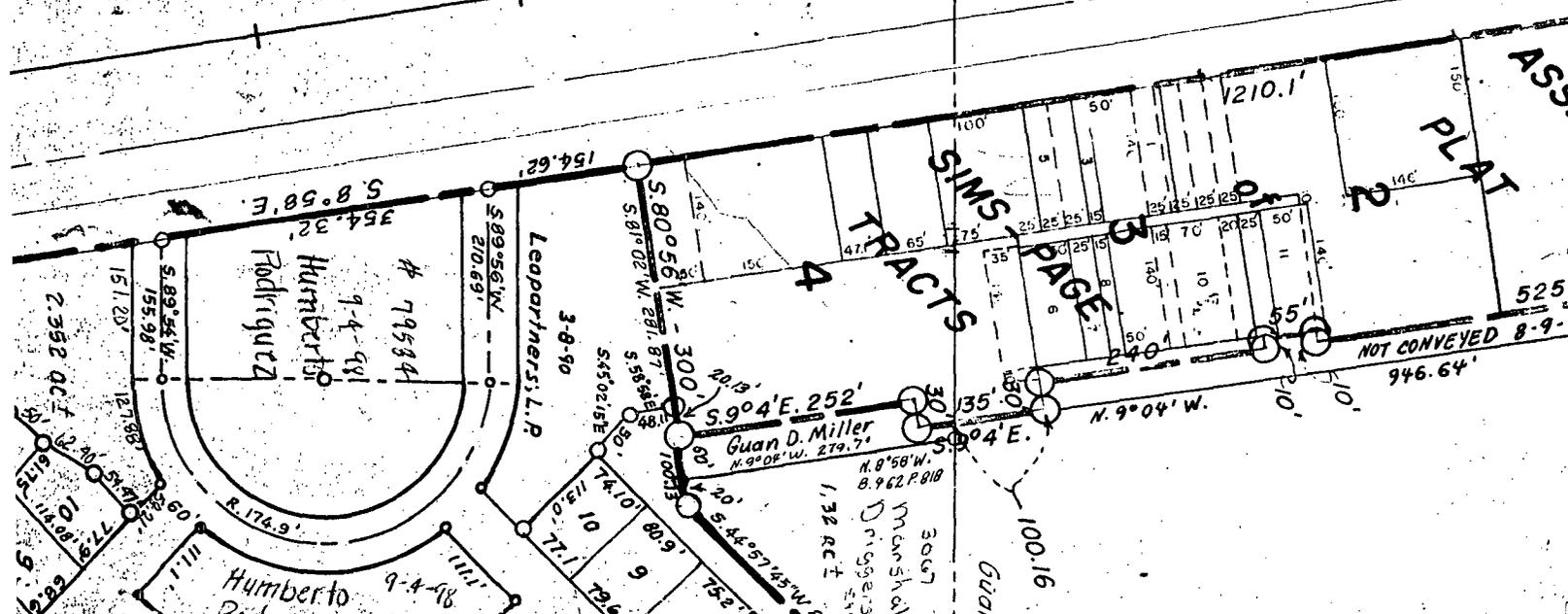
30

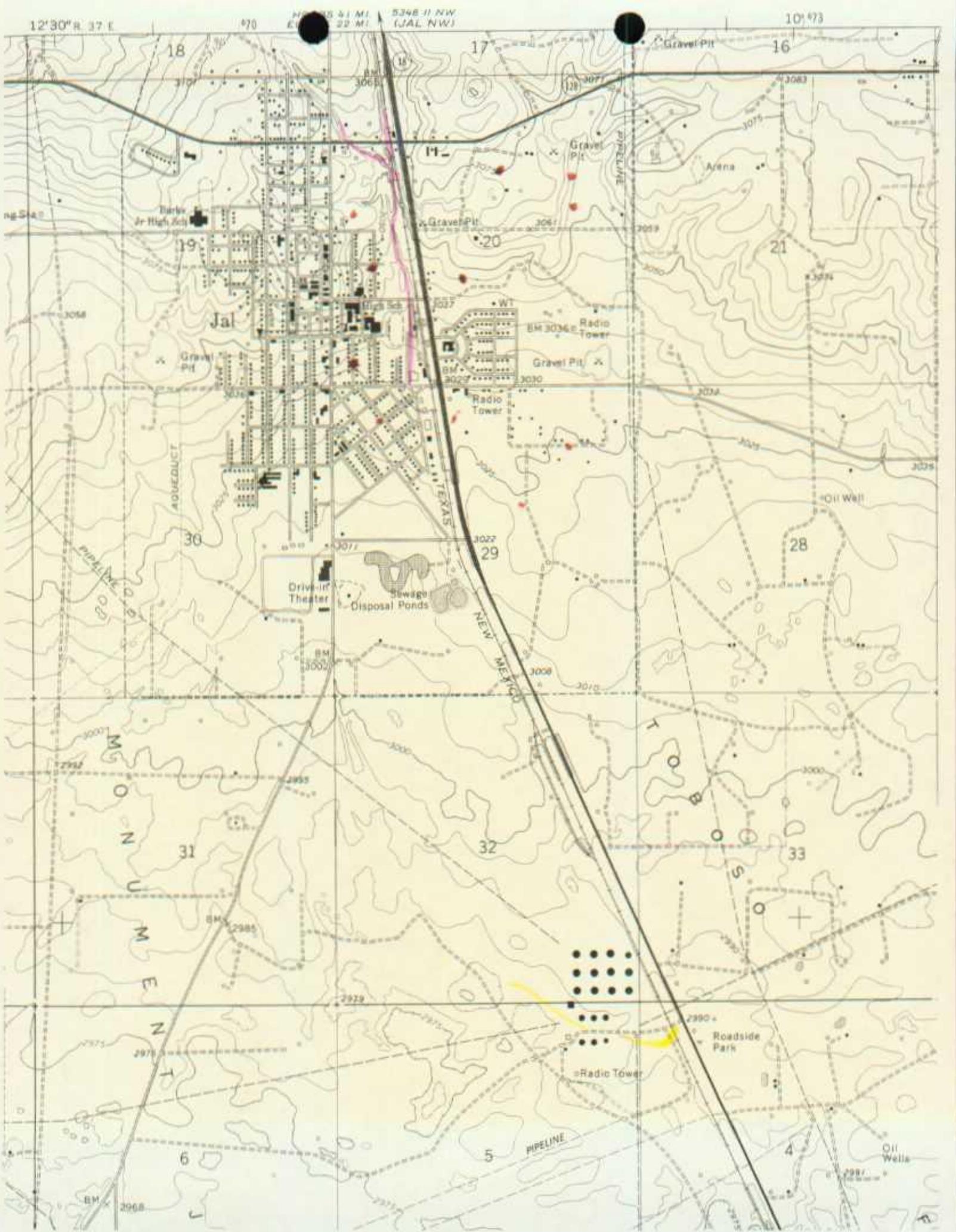
THIRD ADDITION

DICK HERWIG

N.0°3'E. 811.6' S.8°58'E. 811.4' N.0°3'W. 612.4' S.8°58'E. 620' S.8°58'E. 512.63' 496.18'

Runco Acidizing & Fracturing Co.





7.5 min Quad. JAL QUADRANGLE

UTAH AVENUE

RAILROAD

HIGHWAY 18

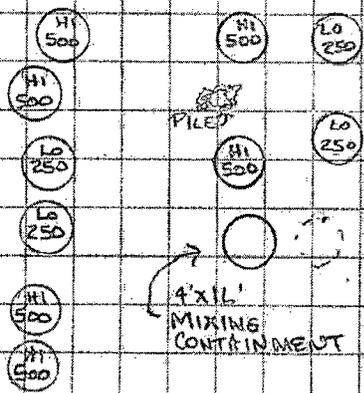
SCHOOL
FOOTBALL
FIELD

LOADING DOCK

HEAVY
BULK TANK

STAIR

WARE
HOUSE



← 45' →

BLDG
W/ BURIED
MIXER

FENCED STORAGE
YARD

BLDG
BLDG

3/15/03
LARRY JOHNSON

ANCHOR DRILLING FLUIDS USA, INC. YARD
JAL, NM

UTAH AVENUE

RAILROAD

HIGHWAY 18

SCHOOL FOOTBALL FIELD

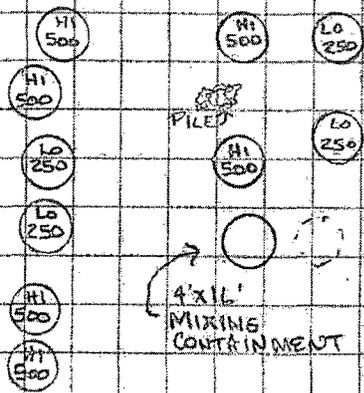
LOADING DOCK

HIGH BULK TANK

90'

WARE HOUSE

45'



BLDG W/ BURIED MIXER

FENCED STORAGE YARD

ESCAPE ROUTE

3/15/03
LARRY JOHNSON

ANCHOR DRILLING FLUIDS USA, INC. YARD
JAL, NM

NMPRC Corporation Information Inquiry

- [Follow this link to start a new search.](#)

ANCHOR DRILLING FLUIDS USA, INC.

(TEXAS Corporation)

SCC Number: **1574185**
Tax & Revenue Number: **02157239009**
Qualification Date: **JULY 17, 1992, in NEW MEXICO**
Corporation Type: **FOREIGN PROFIT**
Corporation Status: **INACTIVE DUE TO REVOKED & BEYOND APPEAL PERIOD**
Good Standing: **NOT IN GOOD STANDING**
Purpose: **SALES AND SERVICES RELATED TO DRILLING FLUIDS**

CORPORATION DATES

Taxable Year End Date: 12/31/93
Filing Date: //
Expiration Date:

SUPPLEMENTAL POST MARK DATES

Supplemental:
Name Change:
Purpose Change:

MAILING ADDRESS

2901 WILCREST, STE. 250 HOUSTON , TEXAS 77042-6010

PRINCIPAL ADDRESS

5577 HWY 64 FARMINGTON NEW MEXICO 87401

PRINCIPAL ADDRESS (Outside New Mexico)

2901 WILCREST, STE. 250 HOUSTON TEXAS 77042-6010

REGISTERED AGENT

CORPORATION SERVICE COMPANY

125 LINCOLN AVENUE SUITE 223 SANTA FE NEW MEXICO 87501

Agent Resigned: 09/21/95

COOP LICENSE INFORMATION

Number:

Type:

Expiration Year:

INCORPORATORS

BENNETT, PERRY D.

NONE LISTED

NONE LISTED

NONE LISTED

DIRECTORS

Date Election of Directors: 09/09/94

EVENSON, PER E 2901 WILCREST, SUTE 250 HOUSTON , TX 77042

OLSEN, STEINAR 2901 WILCREST, SUTE 250 HOUSTON , TX 77042

SMITH, BRUCE 2901 WILCREST, SUTE 250 HOUSTON , TX 77042