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, 11M 87410 1220 S. St. Francis Dr., Santa Fe, NM 87505

Form C-144

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.

Page 1 of 5

	Pit, Closed-Loop System, Below-Grade Tank, or
Propo	sed Alternative Method Permit or Closure Plan Application
Type of action:	sed Alternative Method Permit or Closure Plan Application 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. Address: ____1050 17th Street, Suite 1800,___ Denver, CO 80265____ Facility or well name: _MILLER A 1_____ API Number: ___30-039-05502______ OCD Permit Number: ___ U/L or Qtr/Qtr __A ____ Section __13 __ Township __24N ___ Range __7W ___ County: ___RIO ARRIBA___ Center of Proposed Design: Latitude __36.317 N_____ Longitude __-107.52206 W_____ NAD: ⊠1927 □ 1983 Surface Owner: ☐ Federal ☐ State ☒ Private ☐ Tribal Trust or Indian Allotment Pit: Subsection F or G of 19.15.17.11 NMAC Temporary: Drilling Workover Permanent Emergency Cavitation P&A ☐ Lined ☐ Unlined Liner type: Thickness _____mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other ____ ☐ String-Reinforced Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D Closed-loop System: Subsection H of 19.15.17.11 NMAC Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of ☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other ____ ☐ Lined ☐ Unlined Liner type: Thickness ______mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other _____ Liner Seams: Welded Factory Other Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: __95_____bbl Type of fluid: ___Oil & Water_____ OIL CONS. DIV. DIST, 3 Tank Construction material: Fiberglass ☐ 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 ____ Alternative Method: Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Oil Conservation Division

6.	
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, it	hospital,
 Institution or church) ☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet 	
☐ Alternate. Please specify 4" hog wire w/ barbed top	
7	
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)	
☐ Screen ☐ Netting ☑ OtherNylon Mesh	
☐ 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:	- CC C
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.	
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 appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system.	priate district pproval.
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☒ No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa	☐ Yes 🛛 No
lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☐ No
(Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	⊠ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☐ No
(Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	⊠ NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock	☐ Yes 🏻 No
watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	☐ 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. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☑ No
Within a 100-year floodplain FEMA map	☐ Yes ☑ No

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

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Instructions: Please indentify the facility or facilities for the disposal of liquids, facilities are required.	Steel Tanks or Haul-off Bins Only: (19.15.17.13.1 drilling fluids and drill cuttings. Use attachment if it	O NMAC) more than two						
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 service and operations? Yes (If yes, please provide the information below) No								
Required for impacted areas which will not be used for future service and operation Soil Backfill and Cover Design Specifications based upon the appropriate Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection	te requirements of Subsection H of 19.15.17.13 NMA n I of 19.15.17.13 NMAC	С						
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the provided below. Requests regarding changes to certain siting criteria may required considered an exception which must be submitted to the Santa Fe Environmental demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC	ire administrative approval from the appropriate dist. al Bureau office for consideration of approval. Justi	rict office or may be						
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Da	ta 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; Da	ta 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; Da	ata obtained from nearby wells	☐ Yes ☐ No ☐ NA						
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other signake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	gnificant watercourse or lakebed, sinkhole, or playa	Yes No						
Within 300 feet from a permanent residence, school, hospital, institution, or churc - Visual inspection (certification) of the proposed site; Aerial photo; Satellii		☐ Yes ☐ No						
Within 500 horizontal feet of a private, domestic fresh water well or spring that le watering purposes, or within 1000 horizontal feet of any other fresh water well or NM Office of the State Engineer - iWATERS database; Visual inspection	spring, in existence at the time of initial application.	☐ Yes ☐ No						
Within incorporated municipal boundaries or within a defined municipal fresh wa adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written appro		Yes No						
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Vist	ual 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-Minin	ng and Mineral Division	☐ Yes ☐ No						
Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geolog Society; Topographic map	gy & Mineral Resources; USGS; NM Geological	☐ Yes ☐ No						
Within a 100-year floodplain FEMA map		☐ Yes ☐ No						
18. On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the sylva check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Construction/Design Plan of Temporary Pit (for in-place burial of a drying Protocols and Procedures - based upon the appropriate requirements of 19. Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Disposal Facility Name and Permit Number (for liquids, drilling fluids and Soil Cover Design - based upon the appropriate requirements of Subsection Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements Site Reclamation Site Reclamation Site Reclamation	quirements of 19.15.17.10 NMAC of Subsection F of 19.15.17.13 NMAC appropriate requirements of 19.15.17.11 NMAC pad) - based upon the appropriate requirements of 19. 15.17.13 NMAC equirements of Subsection F of 19.15.17.13 NMAC of Subsection F of 19.15.17.13 NMAC drill cuttings or in case on-site closure standards cannot H of 19.15.17.13 NMAC n I of 19.15.17.13 NMAC	.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): Deborah K Powell Title: _Engineering Tech Supervisor
Signature: Date: 9-10-08
e-mail address:DebbyP@McElvain.com
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: Deputy Oil & Gas Inspector, Title: District #3 OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date:
Closure Method: Waste Excavation and Removal
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.
Disposal Facility Name: Disposal Facility Permit Number:
Disposal Facility Name: Disposal Facility Permit Number:
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) No
Required for impacted areas which will not be used for future service and operations: Site Reclamation (Photo Documentation)
☐ Soil Backfilling and Cover Installation ☐ Re-vegetation Application Rates and Seeding Technique
Re-vegetation Application Rates and Seeding Technique 24. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to 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 closure) 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
Re-vegetation Application Rates and Seeding Technique 24. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to 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 closure) 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 Longitude NAD: 1927 1983
Re-vegetation Application Rates and Seeding Technique 24. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to 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 closure) 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 Longitude NAD: 1927 1983
Re-vegetation Application Rates and Seeding Technique 24. Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to 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 Closure 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 closure) 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 Longitude NAD: 1927 1983

NEW MEXICO OIL CONSERVATION COMMISSION

Well Location and Acreage Dedication Plat

Feet From North Line, 9:3 Feet From Kast Line County County G. L. Elevation 6922 Dedicated Acreage 160 Acres Name of Producing Fermation Gallup Pool Devil's Fork-Gallup L. Is the Operator the only owner* in the dedicated acreage outlined on the plat below? Yes No X.	Section A.		Date_	April 1, 1960
contend better Section 1 Township Bears Ronge 7 New Normality 1 Section 1 Township Bears Ronge 7 New Normality 1 Section 2 Section 3 Section 2 Section 3 Section 3 Section 3 Section 3 Section 3 Section 4 Sec	Operator	Lease	Federal SF-078	584 & ST 07053 A
Dedicated Acreage 160 Acress Amano of Producing Forentian Gallup Peol Devil's Fork-Gallup Peol Devil's Peol Devil's Fork-Gallup Peol Devil's Fork-Gallup Peol Devil's Peol Devil's Fork-Gallup Peol Devil Section And Peol Devil Peol Peol Devil Peol Peol Devil Peol Peol Peol Peol Peol Peol Peol Peo	Mell No. Wille Mult Perfer	Section 13		
Ame of Producing Forestion Gallup Pool Devil's Fork-Gallup 1. Is the Operator the only owner' in the dedicated acreage outlined on the plat below? Yes Bo X 2. If the answer to question one is "no," have the interests of all the owners been consolidated by communitation agreement or otherwise? Yes X No If answer is "yes," Type of Consolidation Federal Communitization Agreement If the answer to question two is "no," list all the owners and their respective interests below: Owner Land Description T. H. McElvain - 1/2 W. I.) Mabelle M. Miller - 1/4 W. I.) James M. Faymond - All W. I. SELNET OF Sec. 13, T-24-N, R-7-W. Section. B This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to certify that the well locate of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.		Resth Line, 950		
Is the Operator the only owner* in the dedicated acreage outlined on the plat below? Yes HoX				
No X If the answer to question one is "no," have the interests of all the owners been consolidated by communitization agreement or otherwise? Yes X No If answer is "yes," Type of Consolidation Federal Communitization Agreement If the answer to question two is "no," list all the owners and their respective interests below: Comer				
by communitization agreement or otherwise? Yes X No . If answer is "yes," Type of Consolidation Federal Communitization Agreement If the answer to question two is "no," list all the owners and their respective interests below: Description				
Type of Consolidation Federal Communitization Agreement If the answer to question two is "no," list all the owners and their respective interests below: Communitization Agreement Cand Description	2. If the answer to question on	e is "no," have the inte	erests of all the ow	ners been consolidated
James M. Raymond - All W. I. Section. B This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN [Operator] This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN [Operator] This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN [Operator] This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.				
T. H. McElvain = 1/2 W. I.) Forrest B. Miller = 1/4 W. I.) Mabelle M. Miller = 1/4 W. I.) James M. Raymond = All W. I. SELNEL of Sec. 13, T-24-N, R-7-W. Section. B This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McElvain (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McElvain (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.				
T. H. McElvain = 1/2 W. I.) Forrest B. Miller = 1/4 W. I.) Mabelle M. Miller = 1/4 W. I.) James M. Raymond = All W. I. SELNEL Of Sec. 13, T-24-N, R-7-W. Section. B This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe, New Mexico Address This is to confirm the first of the best of my superior of the platin of the p	: :	o is mo, tist air the	owners and their to	phective interests below:
T. H. McElvain = 1/2 W. I. Forrest B. Miller = 1/4 W. I. Mabelle M. Miller = 1/4 W. I. James M. Raymond = All W. I. SETNET OF Sec. 13, T-24-N, R-7-W. Section. B This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to complete the veil locate of the platin of the	Orman.		Tond Doe	namina i om
Mabelle M. Miller - 1/4 W. I. (James M. Raymond - All W. I. SELNEL of Sec. 13, T-24-N, R-7-W. Section. B This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) Address This is to certify that the well local form the section A above is true and complete to the best of the best of the section A above is true and complete to the best of the	<u>Qenar</u>			
Mabelle M. Miller - 1/4 W. I. () James M. Raymond - All W. I. () Section. B This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.	T. H. McElvain	1/2 W. I.)	(Nanel & Swine	1 of Sec. 13,
James M. Raymond - All W. I. SELNET Of Sec. 13, T-24-N, R-7-W. This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to cantill the well locate of the plat in Signature of the plat in Signature of the plat in Signature of the best of			,	T-24-N, R-7-W
This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe, New Mexico Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.	Mabelle M. Miller -	1/4 W. I.)	<u> </u>	
This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Operator) (Representative) 220 Shelby Street Santa Fe, New Mexico Address This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.	James M. Raymond -	All W. I.	SE ¹ NE ¹ of Sec	. 13, T-24-N, R-7-W.
This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief. T. H. McELVAIN (Representative) 220 Shelby Street Santa Fe. New Mexico Address This is to certify that the well local fill the same is survey as by more than a same is the best to belief.				
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New Mexico Office of the State Engineer **POD Reports and Downloads**

Tow	nship:	24N Range:	06W	Sections	*	70 8		1	
NAD27	X:	Y:		Zone:			Search Radiu	s: '	
County:		Basin:	-		vall.	Num	ber:	Suffix:	
Owner Name: (Fin	rst)		(Last)			. 0	Non-Domestic		All
POD/ASurfa	ce Data	Report	Avg	Depth to V	Vater I	Report	Wat	er Column Repo	t
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WATER COLUMN REPORT 08/29/2008

(quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest)

Tws Rng Secqqq Zone

Depth Depth Water (in Well Y Water Column

SJ 00681 14 24N 06W 24 4 3

127

Record Count: 1

POD Number

http://iwaters.ose.state.nm.us:7001/iWATERS/WellAndSurfaceDispatcher

8/29/2008

# New Mexico Office of the State Engineer POD Reports and Downloads

Township:	24N Range: 07W	Sections:	
NAD27 X:	Y:	Zone:	Search Radius:
County:	Basin:		Number: Suffix:
Owner Name: (First)	(Last)		® Non-Domestic
POD//Surface Data	Report Av	g Depth to Water	Report Water Column Report
	©lear Form	iWATERS Mei	πί Help

#### WATER COLUMN REPORT 08/29/2008

(quarters are 1=NW 2=NE 3=SW 4=SE)

	(quarter	s are	bigg	rest	to smalles	t)		Depth	Depth	Water (	(in
POD Number	Tws	Rng S	ec q	a a	Zone	x	Y	Well	Water	Column	
SJ 00681 37	24N	07W 1	5 1	. 1 2				190			
SJ 00681 39	24N	07W 1	8 2	2 4				1825	500	1325	
SJ 01131	24N	07W 1	9 4	1				1700	400	1300	
SJ 01335	24N	07W 3	1 1					185			

Record Count: 4

## New Mexico Office of the State Engineer POD Reports and Downloads

Town	nship:	24N Range: 07W	Sections:	11,12	2,13,14	1,23,24	1	
NAD27	X:	Y:	Zone:	-	-	Search Radius	s: [†]	
County:		Basin: SJ( San Juan)	)		Num	ber:	Suffix:	٠,
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POD / Surfac	ce Data	Report	g.Depth _x to.W	ater F	Réport∉	Wate	er Column Repor	t (
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#### WATER COLUMN REPORT 08/25/2008

(quarters are 1=NW 2=NE 3=SW 4=SE)
(quarters are biggest to smallest)

POD Number Tws Rng Sec q q q Zone X Y Well Water Column

No Records found, try again

## New Mexico Office of the State Engineer POD Reports and Downloads

Town	nship: 3	24N Range: 06W	Sections: 7,1	18,19
NAD27	X:	Y:	Zone:	Search Radius:
County:		Basin: SJ(San Juan)		Number: Suffix:
Owner Name: (Fir	st)	(Last)		® Non-Domestic © Domestic © All
POD / Surfac	e Data	Report Avg	Depth to Water	er Report Water Column Report
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WATER COLUMN REPORT 08/25/2008

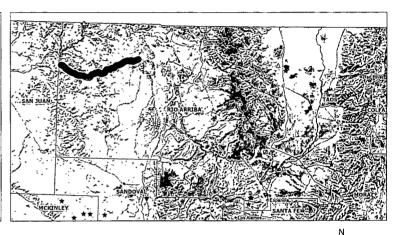
(quarters are 1=NW 2=NE 3=SW 4=SE)
(quarters are biggest to smallest)
POD Number Tws Rng Sec q q q Zone

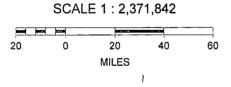
Depth Depth Water (in Y Well Water Column

No Records found, try again

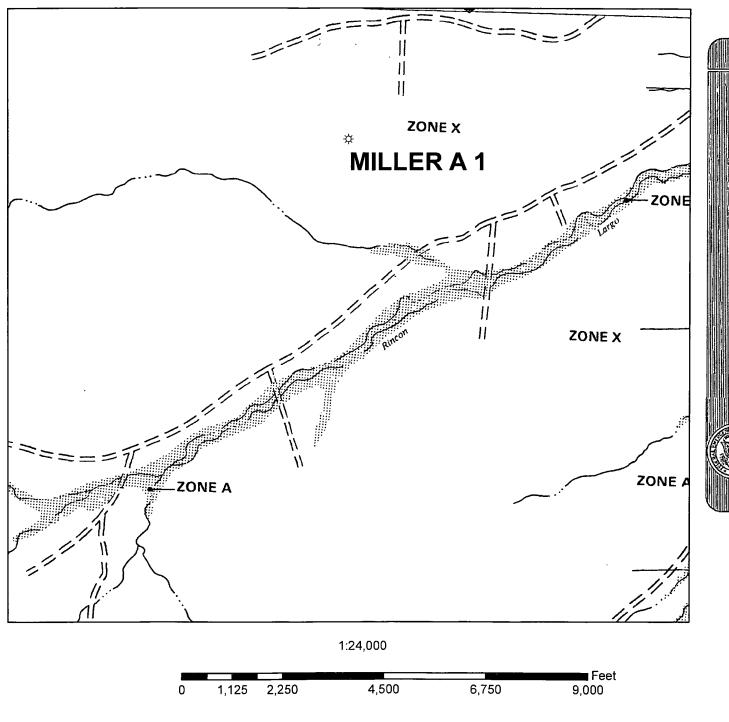
# Rio Arriba Mines, Mills And Quarries Web Map

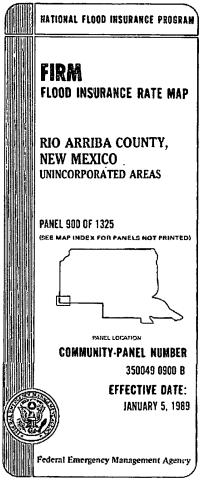
Mines, Mill	s & Quarries Commodity Groups	
Δ	Aggregate & Stone Mines	
•	Coal Mines	
*	Industrial Minerals Mines	
•	Industrial Minerals Mills	
A	Metal Mines and Mill Concentrate	
3	Potash Mines & Refineries	
2	Smelters & Refinery Ops.	
*	Hranium Mines	

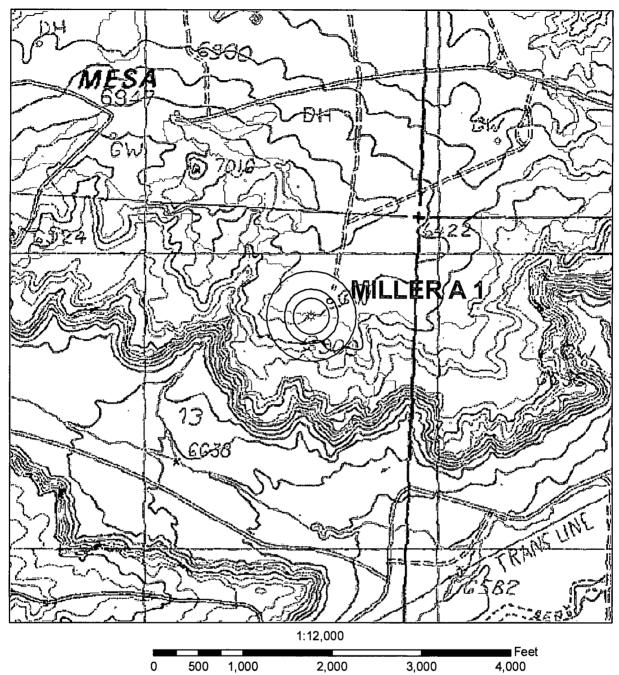












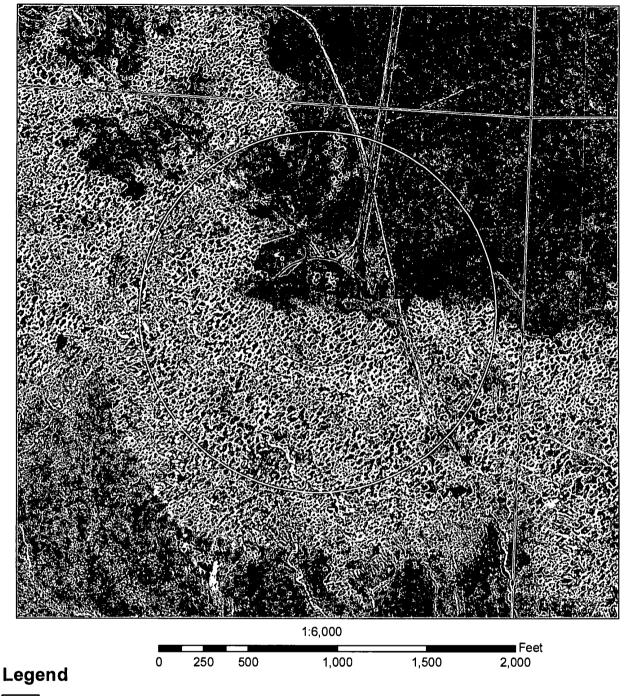
## Legend

McElvain Well & 200' Radius

McElvain Well & 300' Radius

McElvain Well & 500' Radius

Source: USGS 1:24,000 Scale Topographic Map Series San Juan Basin New Mexico Township 24N 7W Section 13

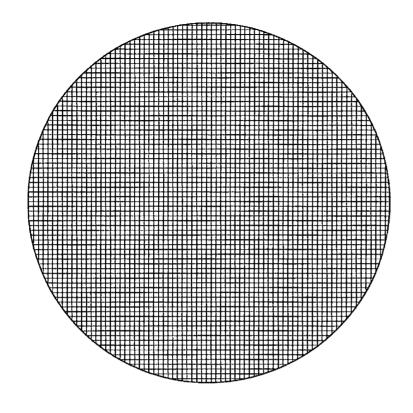


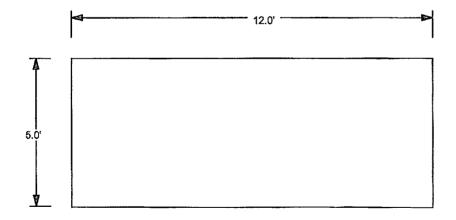
McElvain Well & 300' Radius

McElvain Well & 1000' Radius

Aerial Source: NM Resource Geographic Information System Program made available by the University of New Mexico and the State of New Mexico 2005-2006 vintage Digital Orthophoto Quarter-Quadrangles were derived from the New Mexico Statewide Orthophotography Project. Source imagery flown at 35,000' above average ground.

San Juan Basin **New Mexico** Township 24N 7W Section 13







12' X 5' 95 BBL Single wall Fiberglass Pit Tank with Nylon Mesh cover

9-8-2008

### **Siting Criteria Compliance Demonstrations**

The Miller A #1 well is not located in an unstable area. The location is not over a mine and is not on the side of a hill. The location of the excavated pit material is not located within 300' of any continuously flowing watercourse or 200' from any other water course.

# McElvain Oil & Gas Properties, Inc. San Juan Basin Below Grade Tank Design and Construction

In accordance with Rule 19.15.17 NMAC the following describes the as-built construction of the Below Grade Tank on the McElvain Oil & Gas Properties, Inc (MOG) Miller A #1 well located in the NENE of Sec 13, T27N, 7W.

### **As-built Installation:**

- 1. The existing tank pit consists of an approximate 16 foot by 2 foot earth walled hole into which a 12 foot by 5 foot fiberglass, single wall 95 bbl tank is installed.
- 2. The tank walls are open for visual inspection to identify the occurrence of leaks.
- 3. There is a nylon meshed covering on the top of the below grade tank.
- 4. The tank pit is surrounded by a 30ft X 30ft X 2ft berm that is contained within a 50 ft X 140 ft berm that encloses the tank battery to prevent overflow or surface water run-on.
- 5. A general location sign is displayed on site.
- 6. The pit tank is fenced with 4 foot field fence with a top rail.

# McElvain Oil & Gas Properties, Inc. San Juan Basin Below Grade Tank Maintenance and Operating Plan

In accordance with Rule 19.15.17 NMAC the following describes the below grade tank operation and maintenance plan for the McElvain Oil & Gas Properties, Inc (MOG) on the Miller A #1 well located in the NENE of Sec 13, T27N, 7W.

#### General Plan:

- 1. MOG shall operate and maintain the below grade tank to contain liquids and solids and prevent contamination of fresh water to protect the public health and environment.
- 2. MOG shall not allow a below grade tank to overflow or allow surface water run-on to enter the below grade tank.
- 3. MOG shall continuously remove any visible or measurable layer of oil from the fluid surface of a below grade tank in an effort to prevent significant accumulation of oil over time.
- 4. MOG shall inspect the below grade tank monthly and maintain a written record of each inspection for five years.
- 5. MOG shall maintain adequate freeboard to prevent overtopping of the below grade tank.

# McElvain Oil & Gas Properties, Inc. San Juan Basin Closure Plan

In accordance with Rule 19.15.17.1 NMAC the following procedure describes the closure plan for the McElvain Oil & Gas Properties, Inc (MOG) below grade tank on the Miller A #1 well located in the NENE of Sec 13, T27N, 7W.

#### **Closure Requirements:**

- 1. MOG shall close the 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.
- 2. MOG shall close an existing below grade tank that does not meet the requirements of Paragraph (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008 if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. MOG shall close a permitted below grade tank within 60 days of cessation of the below ground tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on C-144.
- 4. All liquids will be removed from the temporary permit prior to closure and the liquids disposed of in a division approved facility.
- 5. MOG shall remove the below grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.
- 6. MOG will remove any on-site equipment associated with the below grade tank unless the equipment is required for some other purpose.
- 7. MOG shall test the soils beneath the below grade tank to determine whether a release has occurred. MOG shall collect a five point composite sample and individual grab samples from any area that is wet, discolored, or showing other evidence of a release. The samples will be analyzed for BTEX, TPH, and chlorides to demonstrate that the benzene concentration as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration as determined by EPA method 418.1 or other EPA method that the division approves does not exceed 100 mg/kg; and the chloride concentration as determined by EPA

- method 300.1 or other EPA method that the division approves does not exceed 250 mg/kg or the background concentration, whichever is greater. MOG shall notify the division of its results on form C-141.
- 8. If MOG or the division determines that a release has occurred, then MOG shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC as appropriate.
- 9. If contamination is confirmed by field sampling. MOG will follow the Guidelines For Remediation Of Leaks, Spills, and Releases NMOCD August 1993 when remediating identified contaminants.
- 10. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, then MOG shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; re-contour, and re-vegetate the site.
- 11. Notice of closure will be given to the Aztec Division office between 72 hours and one week of closure via email or verbally. The notification of closure will include the following:
  - · Operator's name
  - · Location by Unit Letter, Section Township, and Range.
  - · Well name and API number
- 12. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the blow grade tank. The closure report will be filed on C-144 and incorporate the following:
  - · Details on capping and covering where applicable
  - · Inspection reports
  - · Sampling results
- 13. The site will be re-contoured to match the surrounding area. Natural drainages will be unimpeded and erosion control will be utilized where necessary.
- 14. MOG shall seed the disturbed areas the first growing season with a division approved seed mixture after pit closure. Seeding will be accomplished by drilling on the contour whenever possible or by other division approved methods. Repeat seeding or planting will be continued until successful vegetative growth occurs.
- 15. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material to establish vegetation at the site, or the thickness of the topsoil native to the area, whichever is greater.

16. The surface owner shall be notified of MOG's closing of the below grade tank as per the approved closure plan using certified mail with return receipt requested.

BGT Closure Sampling Required by NMOCD Components Method

Components	Method	Limit
Benzene	EPA SW-846 8021B or 8260B	0.2 mg/Kg
BTEX	EPA SW-846 8021B or 8260B	50 mg/Kg
TPH	EPA SW-846 418.1	100 mg/Kg
Chlorides	EPA 300.1	250 mg/Kg