Form C-144 July 21, 2008

District I 1625 N French Dr., Hobbs, NM 88240 District II 1301 W Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S St Francis Dr , Santa Fe, NM 87505

### State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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

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

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.				
Operator: EnerVest Operating, LLC OGRID #: 143199				
Address: 1001 Fannin St. Ste 800 Houston, Texas 77002				
Facility or well name:				
API Number:30-039-20087OCD Permit Number:				
U/L or Qtr/QtrA Section10 Township26N Range05W County: Rio Arriba				
Center of Proposed Design: Latitude 36 505631 Longitude -107 340972 NAD: □1027 ▼ 1983				
Surface Owner: ☐ Federal ☐ State ☐ Private ☒ Tribal Trust or Indian Allotment				
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     Closed-loop System: Subsection H of 19.15.17.11 NMAC     Closed-loo				
3. COE 62 07 17 9 COV				
Closed-loop System: Subsection H of 19.15.17.11 NMAC				
Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)				
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other				
Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other				
Liner Seams:  Welded Factory Other				
4.				
Below-grade tank: Subsection I of 19.15.17.11 NMAC				
Volume:95bbl 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 ☒ Otherelectronic monitoring				
Liner type: Thickness mil				
5. Alternative Method:				

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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)  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	hospital,			
7.  Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)  Screen \[ \subsection \subset{\textit{on}} \subsection \subsection \subsection \subsection \subsection \subsection \subsection \subsection \subsection \subset{\textit{on}} \subsection \subset{\textit{on}} \subset{\textit{on}} \subset{\textit{on}} \subset{\textit{on}} \subset{\textit{on}} \subset{\textit{on}} \subset{\textit{on}} \textin				
Monthly inspections (If netting or screening is not physically feasible)				
8.  Signs: Subsection C of 19.15.17.11 NMAC  □ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers  □ Signed in compliance with 19.15.3.103 NMAC				
Administrative Approvals and Exceptions:  Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.  Please check a box if one or more of the following is requested, if not leave blank:  Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau of consideration of approval.  Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for			
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 a 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 lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No			
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)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☑ No ☐ NA			
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applies to permanent pits)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☑ No ☐ NA			
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 application.  - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ 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				
Within 500 feet of a wetland.  - 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				
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☑ No			
Within a 100-year floodplain FEMA map	☐ Yes ☑ No			

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are
attached.  Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC
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:  (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   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 <sub>2</sub> S, Prevention Plan   Emergency Response Plan   Oil Field Waste Stream Characterization   Monitoring and Inspection Plan   Erosion Control Plan   Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative  Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only) On-site Closure Method (Only for temporary pits and closed-loop systems) In-place Burial On-site Trench Burial Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.  ☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC ☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) ☐ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC ☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection 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 Instructions: Please indentify the facility or facilities for the disposal of liquids,					
facilities are required.	Discoul P. W. B. Wall 1				
Disposal Facility Name: Disposal Facility Permit Number:					
Disposal Facility Name:  Will any of the proposed closed-loop system operations and associated activities of	Disposal Facility Permit Number:	vice and operations?			
☐ Yes (If yes, please provide the information below) ☐ No		ree and operations:			
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 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 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 Plan - based up	te requirements of Subsection H of 19.15.17.13 NMAC n I of 19.15.17.13 NMAC	C			
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the provided below. Requests regarding changes to certain siting criteria may requesting considered an exception which must be submitted to the Santa Fe Environment demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC	ire administrative approval from the appropriate disti 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; Database search; USG	ata 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; Database search;	ata obtained from nearby wells	<ul><li>☐ Yes ☐ No</li><li>☐ NA</li></ul>			
Ground water is more than 100 feet below the bottom of the buried waste.  - NM Office of the State Engineer - iWATERS database search; USGS; Database search; US	ata 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 playa 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.  - 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 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; Visual inspection (certification) of the proposed site					
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 approx	•	☐ Yes ☐ No			
Within 500 feet of a wetland.  - US Fish and Wildlife Wetland Identification map; Topographic map; Vis	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-Minim	ng and Mineral Division	☐ Yes ☐ No			
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geolo 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 a by a 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 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	equirements 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 on 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, ac	curate and complete to th	e best of my knowledge and belief.
Name (Print):Ronnie L. Young	Title:	Compliance Supervisor
Signature:	Date:	1.12.10
e-mail address:ryoung@enervest.net		
OCD Approval: Permit Application (including closure plan)  OCD Representative Signature:  Deputy Oil & Gas Inspector,  Title:  District #3	e Plan (only)	Approval Date: <u>5/16/2012</u>
Closure Report (required within 60 days of closure completion): Subsect Instructions: Operators are required to obtain an approved closure plan pri The closure report is required to be submitted to the division within 60 days section of the form until an approved closure plan has been obtained and the	or to implementing any c of the completion of the c e closure activities have l —	closure activities and submitting the closure report. closure activities. Please do not complete this
22.  Closure Method:  Waste Excavation and Removal On-Site Closure Method Alto If different from approved plan, please explain.	ernative Closure Method	☐ Waste Removal (Closed-loop systems only)
Closure Report Regarding Waste Removal Closure For Closed-loop Systemstructions: Please indentify the facility or facilities for where the liquids, two facilities were utilized.  Disposal Facility Name:  Disposal Facility Name:	drilling fluids and drill co Disposal Facility Pe Disposal Facility Pe	ermit Number:
Were the closed-loop system operations and associated activities performed of Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and ope Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique		be used for future service and operations?
Closure Report Attachment Checklist: Instructions: Each of the following 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)	
Operator Closure Certification:  I hereby certify that the information and attachments submitted with this closubelief. I also certify that the closure complies with all applicable closure requ	re report is true, accurate	and complete to the best of my knowledge and
Name (Print):		
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 Apache Tribal 151 #2

API No: 30-039-20087

Location: UL A, Sec 10, 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 Apache Tribal 151 #2

### API No. 30-039-20087

### Sitting Criteria Compliance Demonstration

Criteria as per 19.15.17.10.(A) (1)	In Compliance	Comments
Ground water less than 50' below bottom of tank	Yes	Refer to "Site Hydrology Report" in Section V
Within 300' of continuously flowing watercourse or 200 feet of other significant watercourse, lakebed, sinkhole, or playa lake (measured from ordinary high-water mark)	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08
Within 300 feet of a permanent residence, school, hospital, institution, or church	Yes	Refer to Observed Setting Requirements completed by field personnel in Appendix 08
Within 500 ft of a private, domestic freshwater well or spring or within 1000 ft of freshwater well or spring in existenance at time of application	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:

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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
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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.

TESTED PROPERTY	TEST METHOD	FREQUENCY	30 mil	MINIMUM 40 mil	AVERAGE 60 mil	VALUE 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 <sup>3</sup>	ASTM D 1505	200,000 lb	0.94	0.94	0.94	0 94	0.94
Tensile Properties (each direction) Strength at Break, Ib/in-width (N/mm) Strength at Yield, Ib/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 <sup>(1)</sup>	Note <sup>(1)</sup>	Note <sup>(1)</sup>	Note <sup>(1)</sup>	Note <sup>(1)</sup>
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 <sub>2</sub> , 1 atm	200,000 lb	>140	>140	>140	>140	>140
	TYP	ICAL ROLL DIN	ENSIONS				
Roll Length <sup>(2)</sup> , ft (m)			1,120 (341)	870 (265)	560 (171)	430 (131)	340 (104)
Roll Width <sup>(2)</sup> , ft (m)			22.5 (6.9)	22.5 (6.9)	22.5 (6.9)	.22.5 (6.9)	22.5 (6.9)
Roll Area, ft <sup>2</sup> (m <sup>2</sup> )	*		25,200 (2,341)	19,575 (1,819)	12,600 (1,171)	9,675 - (899)	7,650 (711)

- NOTES:

  Obsersion only applies to near spherical agglomerates, 9 of 10 views shall be Category 1 or 2. No more than 1 view from Category 3
- \*  $^{(2)}$ Roll lengths and widths have a tolerance of  $\pm$  1%.
- SSE 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.
- Modified.

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

## **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.

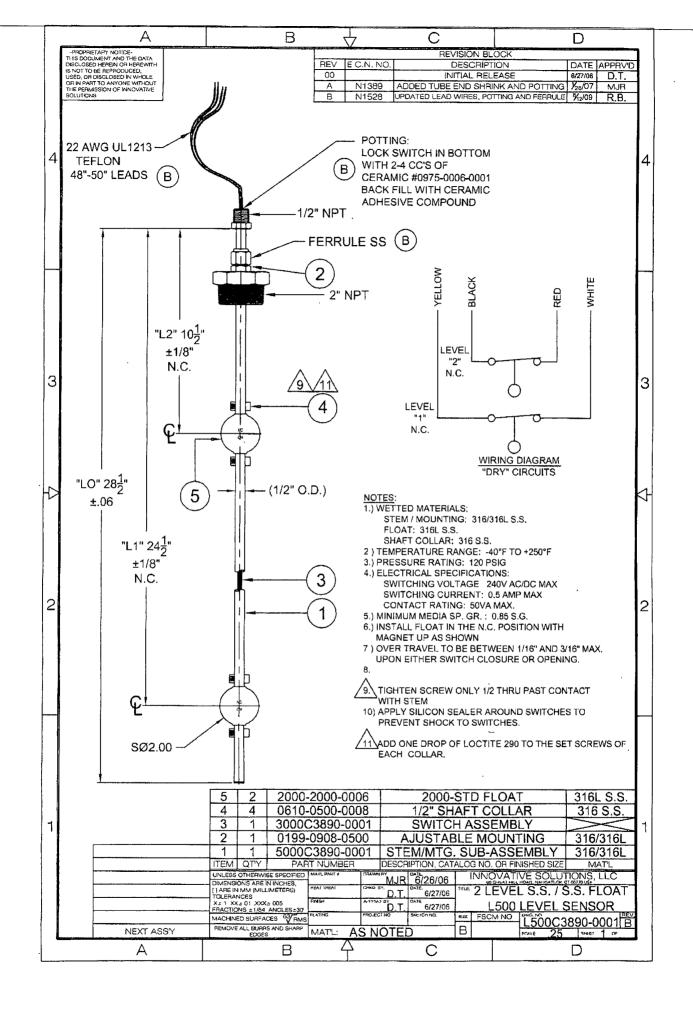
D. EV will insure that a below-grade tank constructed and installed prior to June 16, 2008 that does not meet the requirements of 19.15.17.11 NMAC and does not demonstrate integrity or that the below-grade tank develops any conditions as identified in 19.15.17.12 NMAC shall close the existing below-grade 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.



# 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 Apache Tribal 151 #2 API 30-039-20087

The above referenced well is located at UL A, Sec 10, 26N, 05W at an elevation of 7256. Surface casing was set to a depth of 420' or at a depth of 6836'.

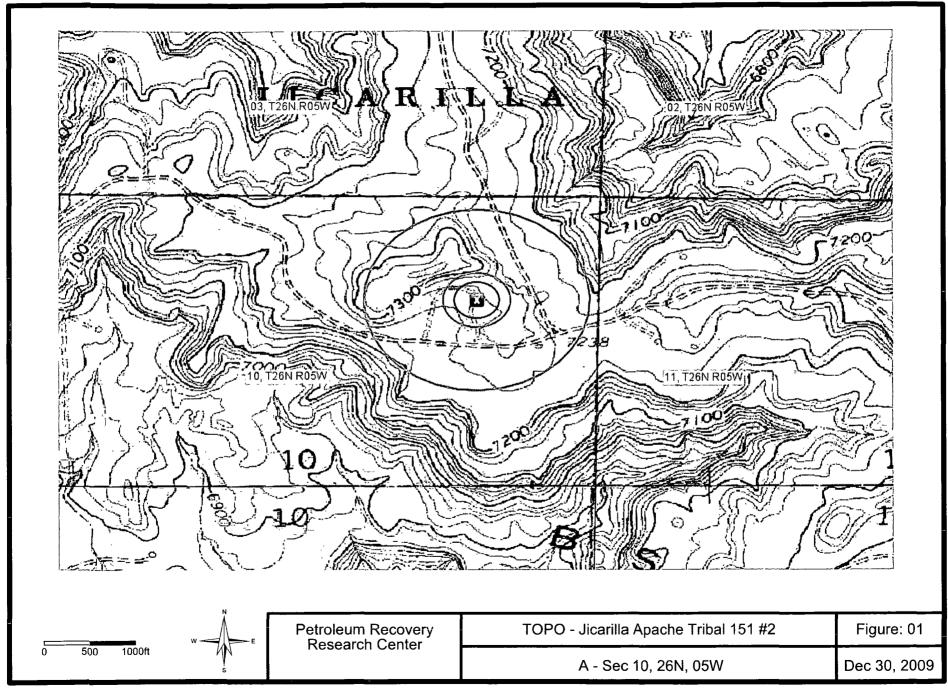
According to the Office of State Engineer, the closest water well drilled was RG 81026 about 2.5 miles North of our location. Drilled to 460 feet at an unknown elevation, it shows water encountered at 180 to 460 feet.

In 1965, Continental Oil drilled their Apache K #5 (30-039-06600) about 450 feet South of our location. It was at an elevation of 7248 with no indication of water being encountered. Surface casing was set at 215 feet which would be at 7033. This would be 197 feet below than our well.

The groundwater at our well site would be greater than 150 feet at a minimum. This should allow ample protection for any groundwater in the area.

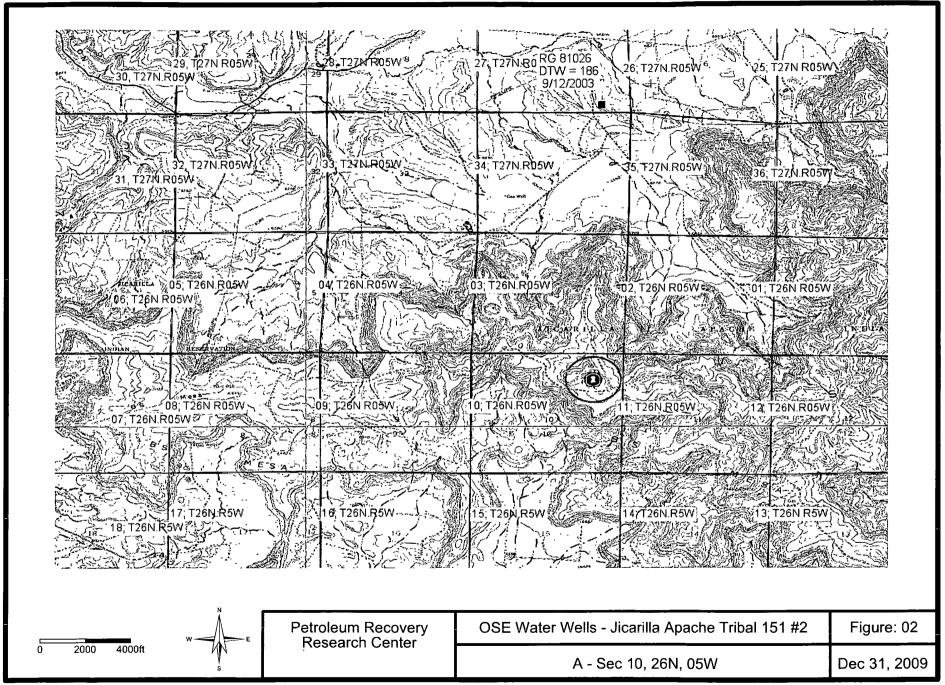
## Appendix 01

U.S. 7.5 Minute TOPO Map



# Appendix 02

**Ground Water Depth** 





# New Mexico Office of the State Engineer Water Right Summary



WR File Number: RG 81026

Primary Purpose: STK 72-12-1 LIVESTOCK WATERING

Primary Status: PMT PERMIT

**Total Acres:** 

Total Diversion: 3

Owner: BUREAU OF LAND MANAGEMENT

Contact: DALE WIRTH

**Documents on File** 

**Status** 

Doc File/Act 1 2 3 Transaction Desc. From/To Acres Diversion Consumptive

© get / 1212 2003-09-02 PMT LOG PRC RG 81026 T 3

**Point of Diversion** 

(NAD83 UTM in meters)

Pod Number Source 6416 4 SecTws Rng

X Y Other Location Desc

RG 81026 Shallow 3 4 4 27 27N 05W 290530 4046294\* LIVESTOCK WELL

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

QQQ



# New Mexico Office of the State Engineer Point of Diversion Summary

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

(quarters are smallest to largest)

(NAD83 UTM in meters)

**POD Number** 

Q64 Q16 Q4 Sec Tws Rng

Χ

^ '

RG 81026

3 4 4 27 27N 05W

290530 4046294\*

Driller License: SUNBELT DRILLING, LLC

**Driller Name:** 

Source:

Shallow

Drill Start Date: 09/12/2003

**Drill Finish Date:** 

09/16/2003

Log File Date:

10/01/2003

PCW Received Date:

00/10/2000

Pump Type:

10/01/2003

Pipe Discharge Size:

Pipe Discharge Size:

Estimated Yield:

3

Casing Size: Depth Well: 5.00 460 feet

**Depth Water:** 

Description

186 feet

Water Bearing Stratifications:

180

95 Sandstone/Gravel/Conglomerate

430

60 Sandstone/Gravel/Conglomerate

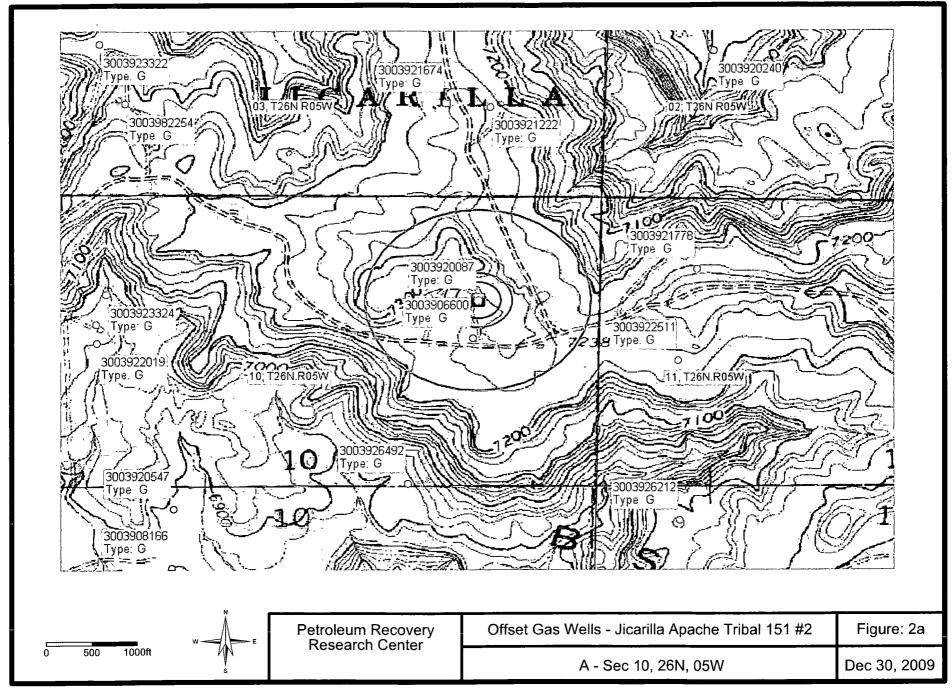
Casing Perforations:

Top Bottom

Top Bottom

412

12 452



Form	9-331
/Mnv	1963)

### UNITED STATES SUBMIT IN TRIPLICATE\* DEPARTMENT OF THE INTERIOR (Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1424. 5. LEASE DESIGNATION AND SERIAL NO.

How Mexico

	15	-				
-	6. IF	INDIAN,	ALLOTTEE	OR	TRIBE	NAME

GEOLOGICAL SURVEY					
SUNDRY	NOTICES	AND	REPORTS	ON	WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir

Use "APPLICATION FOR PERMIT—" for such proposals.)	Jicarilla Apache
OIL GAB OTHER D66DO	7. UNIT AGREEMENT NAME
2. NAME OF OPERATOR	8. FARM OR LEASE NAME
Continental Oil Company	AXI Apache "K"
3. ADDRESS OF OPERATOR	9. WELL NO.
P. O. Box 1621, Durango, Colorado	5
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.* See also space 17 below.) At surface	36. Bienco Pictured Cliff Blanco Hosaverde
1569' FML, 1190' FEL	11. SEC., T., R., M., OR BLE. AND SURVEY OR AREA
	Sec. 10, T26M, R5W - MMPM
14 Parties No.	10 COUNTY OF PARISH 12 CHAPP

7248' @, 7260' DF Rio Arribe 16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

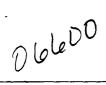
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF;			r of;			
TEST WATER SHUT-OFF FRACTURE TREAT		PULL OR ALTER CASING MULTIPLE COMPLETE	WATER SHUT-OFF FRACTURE TREATMENT		REPAIRING WELL	
NHOOT OR ACIDIZE		ABANDON* CHANGE PLANS	 SHOOTING OR ACIDIZING	mpletion	ABANDONMENT <sup>®</sup>	_
(Other)	لــــا	CHANGE FLANS	( ( ( ( ( ( ( ( ( ( ( ( ( ( ( ( ( ( ( (	ults of multiple	completion on West and Log form.)	ii

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Spudded 7/6/65. Ram 6 jts. 8 5/8" casing to 215' and comented with 150 sacks regular. Drilled to T.D. 6250'. Ran logs. Set 4 1/2" casing at 6250' and cemented with 350 sacks coment. Point Lookout perfs 6117-29', 6070-74' and 6063-66' fraced with 30,0000 send and 29,400 gallons water with 2000 "ABONITE AQUA" additive. Cliff House perfe 5576-84', 5608-18', 5626-36' and 5644-48' fraced with 50,0000 sand and 44,100 mallons water with 4000 "ADONITE AQUA" additive. Pictured Cliffs perfs 3939-46", 3925-29' and 3877-84' fraced with 35,000F sand, 29,800 gallons water and "ADOMITE AQUA" additive. Set Model "D" production packer at 5480' RB. Ran 187 joints 2 5/8" tubing landed in packer. Meseverde producing through tubing, Pictured Cliffs producing through casing tubing annulus. Completed 8/4/65 from above perfs. SIP Mesaverde 1110#; flowed 2870 MCFD, 3/4" choke, FP 240#. SIP Pictured Cliffs 1070#; flowed 1185 MCFD. 3/4" cheke. FP 900. Shut-in for pipeline connection; Southern Union will be the gas purchaser.

18. I hereby certify that the foregoing is true and correct CRIGINAL SIGNED BY: District Manager SIGNED TITLE H. D. HALEY (This space for Federal or State office use) TITLE APPROVED BY CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions on Reverse Side



# NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

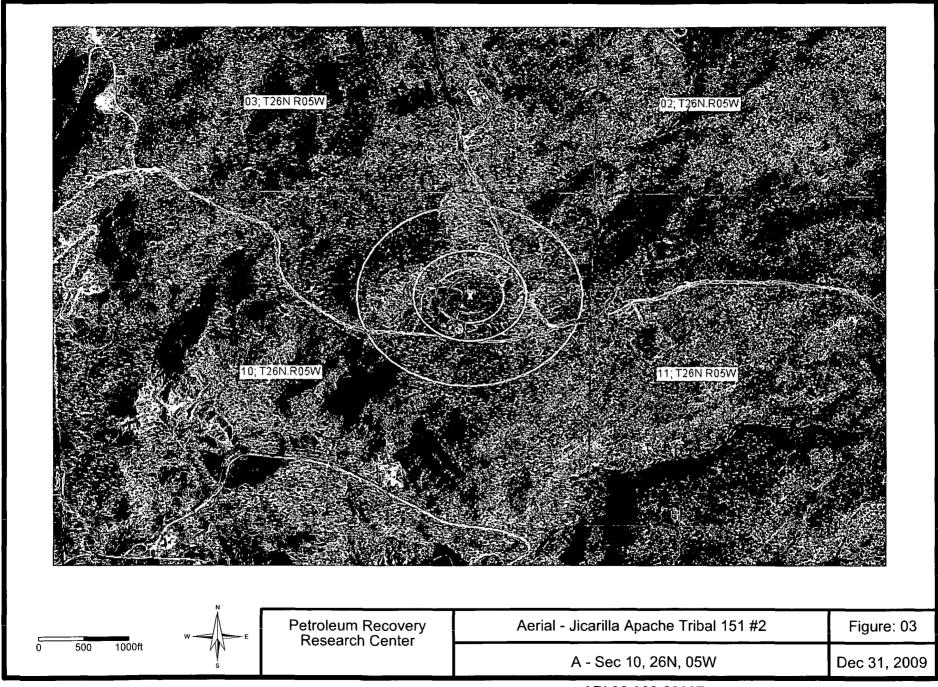
Form C-102 Supersedes C-128 Effective 1-1-65

All distances must be from the outer boundaries of the Section.

Operator Commissental Oil Company			Lease Apache	. Ku	Well No.
	Section 10	Township	Range	County Rio Arrib	•
Actual Foctage Loca		rth line and	1190	teet from the	line
Ground Level Elev.	Pietured Neorverd		Pool 50. Blan Blance M	co Pieturod Cliff occuerdo	160~FC(treet)*: 320-427(1840) Acres
<ol> <li>Outline the</li> <li>If more that interest and</li> <li>If more that dated by co</li> <li>Yes</li> <li>If answer is this form if No allowabl</li> </ol>	acreage dedication one lease is diroyalty).  The one lease of dimmunitization, where the control of the control	ted to the subject we dedicated to the well dedicated to the well different ownership is onitization, force-pooling swer is "yes," type of owners and tract described to the well until all	Plance Mell by colored pell, outline each and dedicated to the ng. etc?  If consolidation priptions which has interests have be dunit, eliminating	ncil or hachure marks of and identify the ownership well, have the interests are actually been coase of the consolidated (by coase of the coase of t	n the plat below.  In the plat below.  Acres  Acr
0 330 660 '99	0 1320 1550 198	2310 2640 2000	1500 1000	Date Su Jane Registe and/or I	red Professional Engineer Land Surveyor  Malay

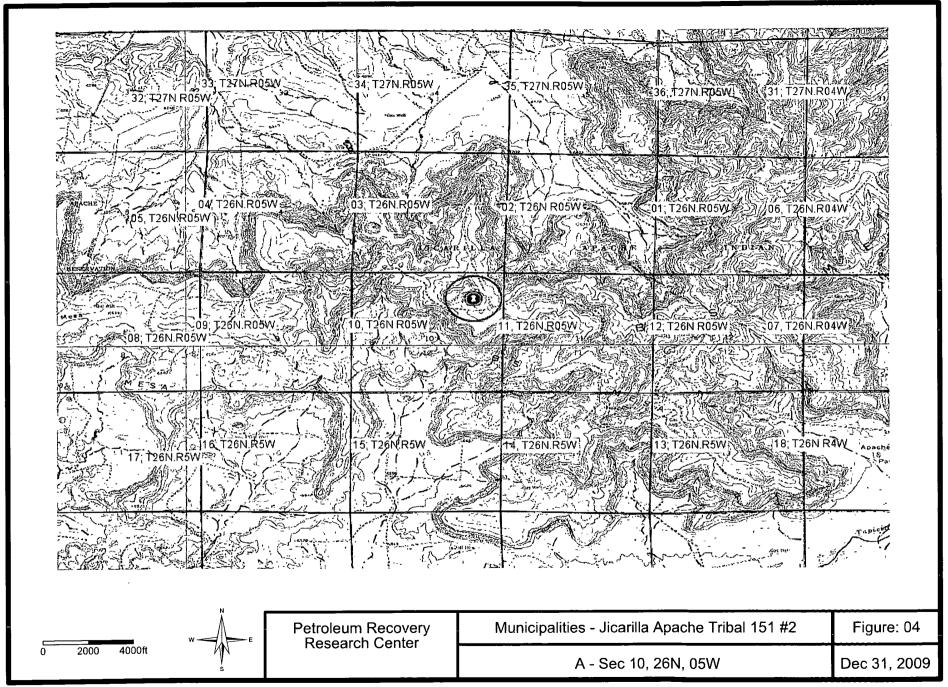
## Appendix 03

**Aerial Photo** 

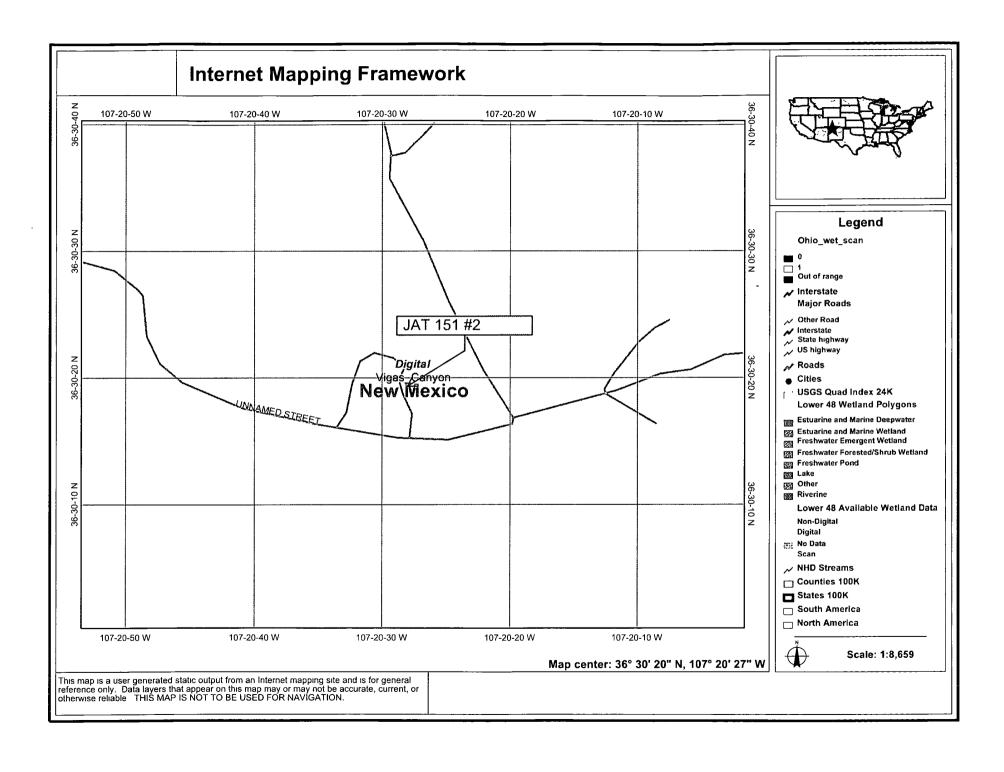


# Appendix 04

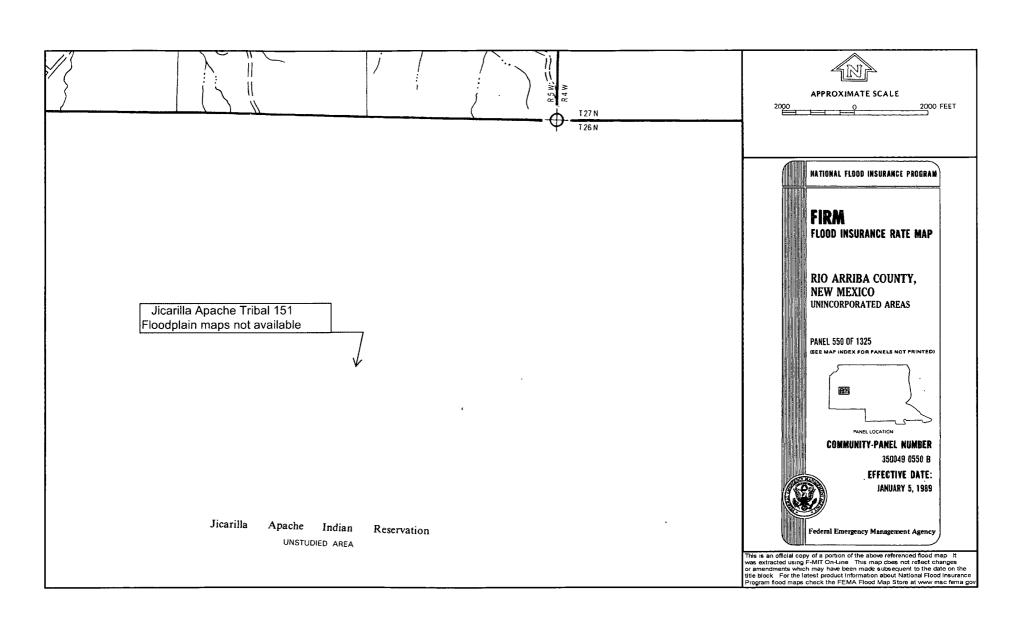
Municipality Boundary Map



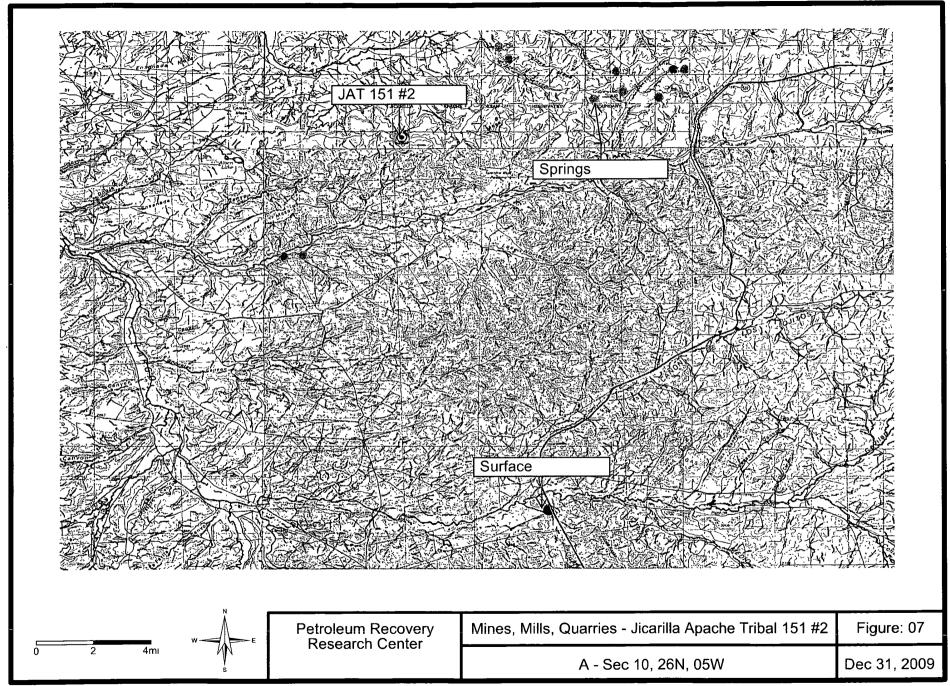
U.S. Fish & Wildlife Wetland Identification Map



FEMA 100-year Floodplain Map



Mines, Mills, & Quarires Map



C-102 Location Plat Facility Inspection Sheet Below-Grade Tank Diagram Form 9-330 (Rev. 5-68)

## UNITED STATES

SUBMIT IN DUPLICATE\*

u No. 42-R855.5.

· (See other in-DEPARTMENT OF THE INTERIOR structions on reverse side) 5. LEASE DESIGNATION AND SERIAL NO. GEOLOGICAL SURVEY Jimerilla Tribal Contract 151 6. IF INDIAN, ALLOTTER OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG\* Jieszilia Aparbo 1a. TYPE OF WELL: WELL . WELL 7. UNIT ACREEMENT NAME Other b. TYPE OF COMPLETION: WELL WORK OVER DEEP-S. FARM OR LEASE NAME Other 2. NAME OF OPERATOR Steerilin Agache Tribel 151 PAN AMERICAN PETRALDIA CORPORATION 3. ADDRESS OF OPERATOR 301 Airport Brive, Farmington, Now Morico 37461
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements). 10. FIELD AND POOL, OR WILDCAT Atria Mkata JUL 1 3 1968 11. SEC., T., R., M., OR BLOCK AND BURVEY 1156' FRL 4 1150' FEL OR AREA U. S. GEOLOGICAL SURVETE A Section 10. At top prod. interval reported below At total depth DATE ISSUED 12. COUNTY OR PARISE 13. STATE 14. PERMIT NO. Lie Arriba 18. ELEVATIONS (DF, REB, RT, GR, ETC.) 19. ELEV. CASINGHEAD 15. DATE SPUDDED 16. DATE T.D. REACHED | 17. DATE COMPL. (Ready to prod.) GL 7256', RDB 7266' 7256 7-5-68 3-21-66 6-15-68 23. INTERVALS CABLE TOOLS 20. TOTAL DEPTH, MD & TVD 21. PLUG, BACK T.D., MD & TVD 22. IF MULTIPLE COMPL. ROTARY TOOLS HOW MANY\* DRILLED BY 8312' . . 25. WAS DIRECTIONAL SURVEY MADE 24. PRODUCING INTERVAL(S), OF THIS COMPLETION-TOP, BOTTOM, NAME (MD AND TVD)\* Graneres Sakota 6111-6223' 8223-8295 ملا iddio Inhoto 26. TYPE ELECTRIC AND OTHER LOGS RUN 27. WAS WELL CORED May & Accustic Velocity Industion Electrical, Count CASING RECORD (Report all strings set in well) CABING SIZE HOLE SIZE CEMENTING RECORD WEIGHT, LB./FT. DEPTH SET (MD) AMOUNT PULLED D-5/8" 13-3/4" 430 ido an () stage with D 8350 7-7/8 **₩1/2** & 4063 . Lut 600 2m4 300 & 3r4 1100 sx.) LINER RECORD TUBING RECORD 29. RIZE TOP (MD) BOTTOM SCREEN (MD) SIZE DEPTH SET (MB) PACKER SET (MD) 2203 1-3/8" 31. PERFORATION RECORD (Interval, size an ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC. JÜL 1 9 1968 8226-36" x 4 827 AMOUNT AND KIND OF MATERIAL USED 8226-36' Franc x 41,370 gal wc, 26,000\$ 20-40 m. 8112-25' x 4 227 OIL CON. COM 40,000f 10-20 m x 2,000 12-20 gloss boads DIST. 3 8112-25' Franc z 35,870 gol wt, 26,0004 20-46 m, 40,000f 10-20 ps x 2,000 12-20 glass be 33.\* PRODUCTION PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump) WELL STATUS (Producing or shut-in) DATE FIRST PRODUCTION HOKE SIZE DATE OF TEST HOURS TESTED GAS-MCF GAS-OIL BATIO PROD'N. FOR OIL-BBL. WATER-BBL TEST PERIOD 3/4" 341 7-12-66 CALCULATED 24-HOUR BATE GAS-MCF OIL GRAVITY-API (CORR.) CASING PRESSURE 0 2724 911 34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) TEST WITNESSED BY Sold to Southern Wales Co. 35. LIST OF ATTACHMENTS 36. I hereby certify that the foregoing articles information is complete and correct as determined from all available records DATE Jely 17, 1968 . .

TITLE

Ares Engineer

G. W. Eaton K.

G. W. BALOR, B.

SIGNED \_

# NEW METHOD DIL CONSERVATION COMPLETION WELL LOCATION AND ACREAGE DEDICATION PLAT

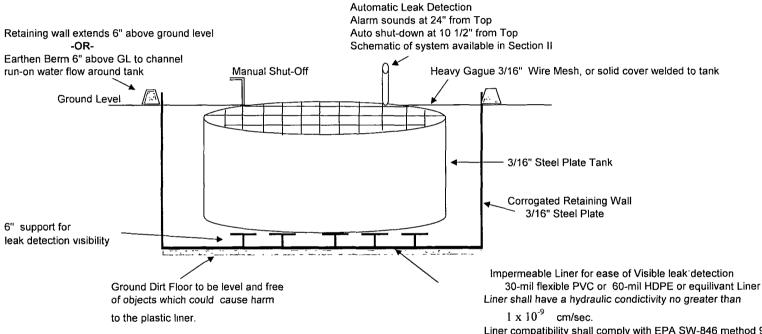
20087
Form C-102
Supersordes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section Operator Wall No. 2 PAN AMERICAN PETROLEUM CORPORATION Jicarilla Apache Tribal 151 Township County iñanse 5 West Rio Arriba 26 North Actual Footage Location of Wells feet from the 1150 East line and feet from the Ground Lavel Elev. Producing Formation Pool Dedicated Acreages Report Later Dakota Basin Dakota 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 consoliduted by communitization, unitization, force-pooling. etc? Yes If answer is "yes," type of consolidation \_ No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION I hereby certify that the information contained herein is true and complete to the G. W. Eaton <u> Area Engineer</u> Company PAN AMERICAN PETROLEUM CORP Salario NE March 27, hereby certify that the well location houn to the life was pluted from field hotes of actual surveys mode by me or nder miceuporvision, and Sct the same id correctito the best of my COLAS CANTON Date Surveyed March 15, 1968 Registered Professional Engineer and/or Lana Surveyor



#### **Below-Grade Tank System**

#### **Gravity Fed - Produced Water**



	Below-Grade System Components			
	Tank Size		Excavation Areas	
ı	Capacity 125 Bbl	Dia x Height		
1	125 Bbl	15' x 4'	18' x 18' x 4' Square	
	120 Bbi	12' x 6'	18' x 4' Circular	
Į	100 Bbl	12' x 5'	18' x 5' Circular	
ı				

Tank size dependent upon water production & road conditions Excavation Area size dependent upon tank size Liner compatibility shall comply with EPA SW-846 method 9090A. Liner to be impervious to hydrocarbons, salt &

acidic and alkiline solutions.

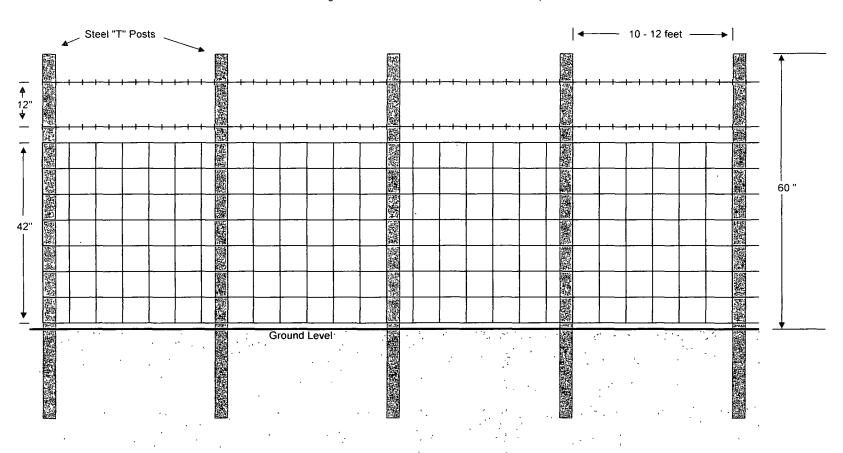
Any liner installation will be done in such a way as to easily detect any possible leak.

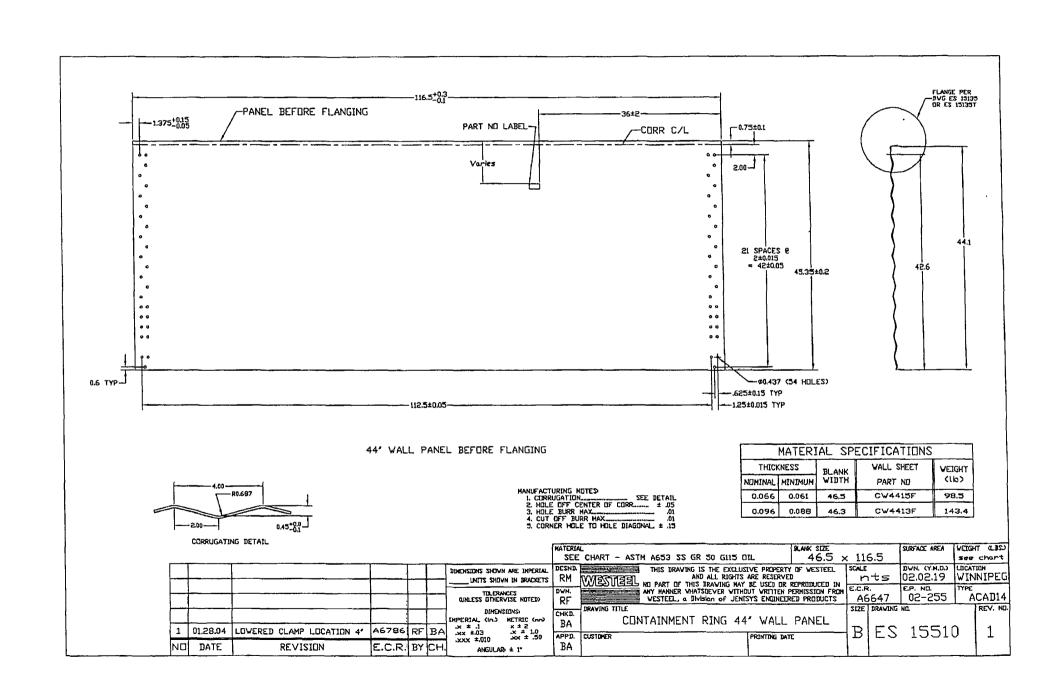
### **ENERVEST OPERATING, LLC**

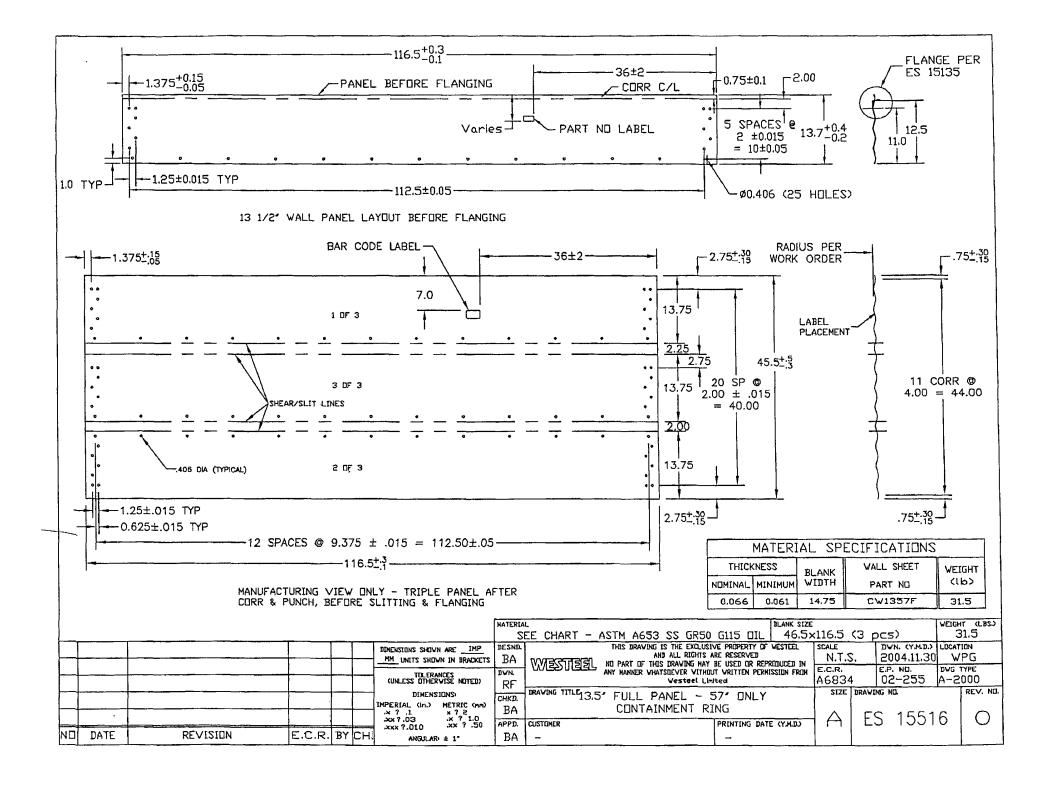
**Proposed Alternative Fencing** 

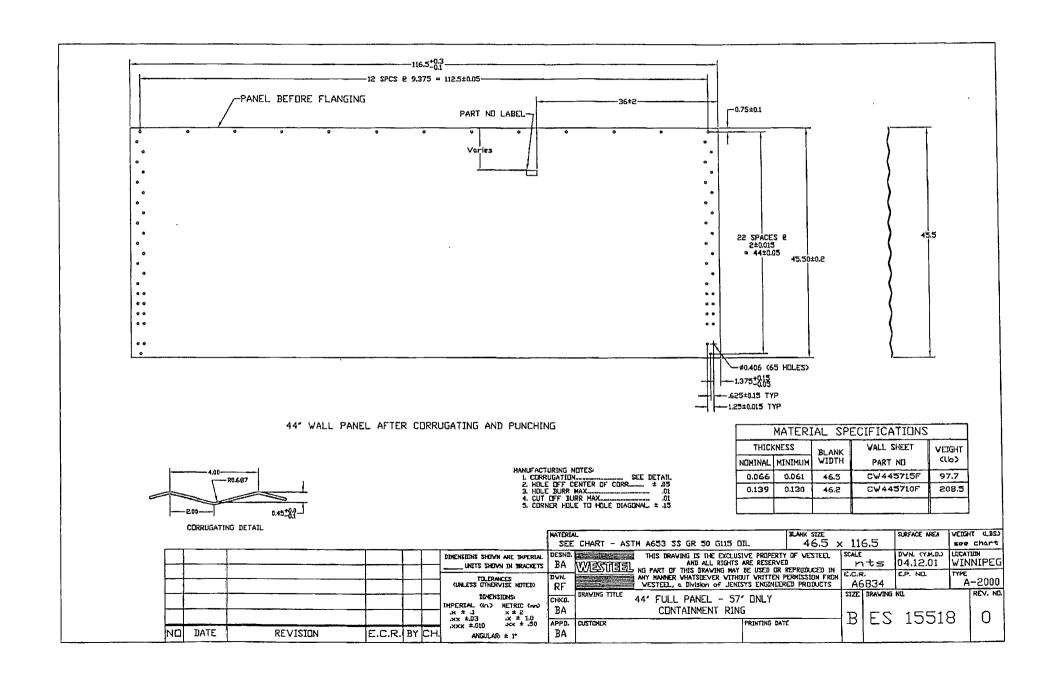
**Below-Grade Tank Construction** 

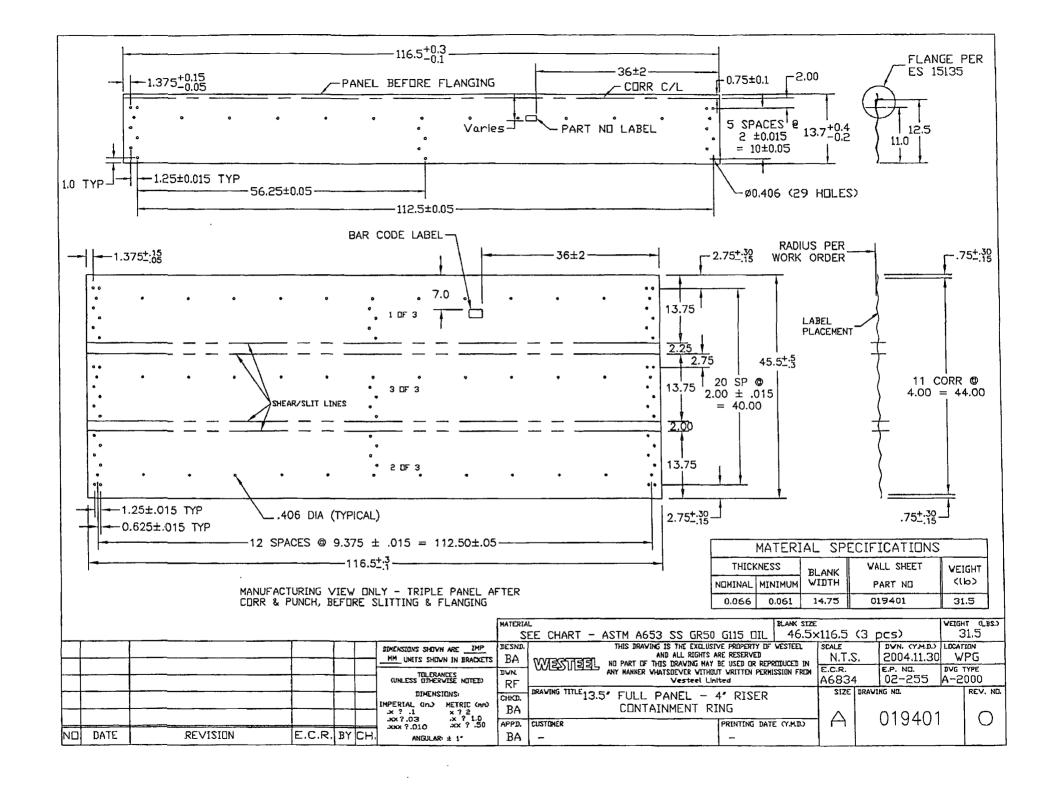
42" Hogwire Fence with 2 strands barbed-wire on top

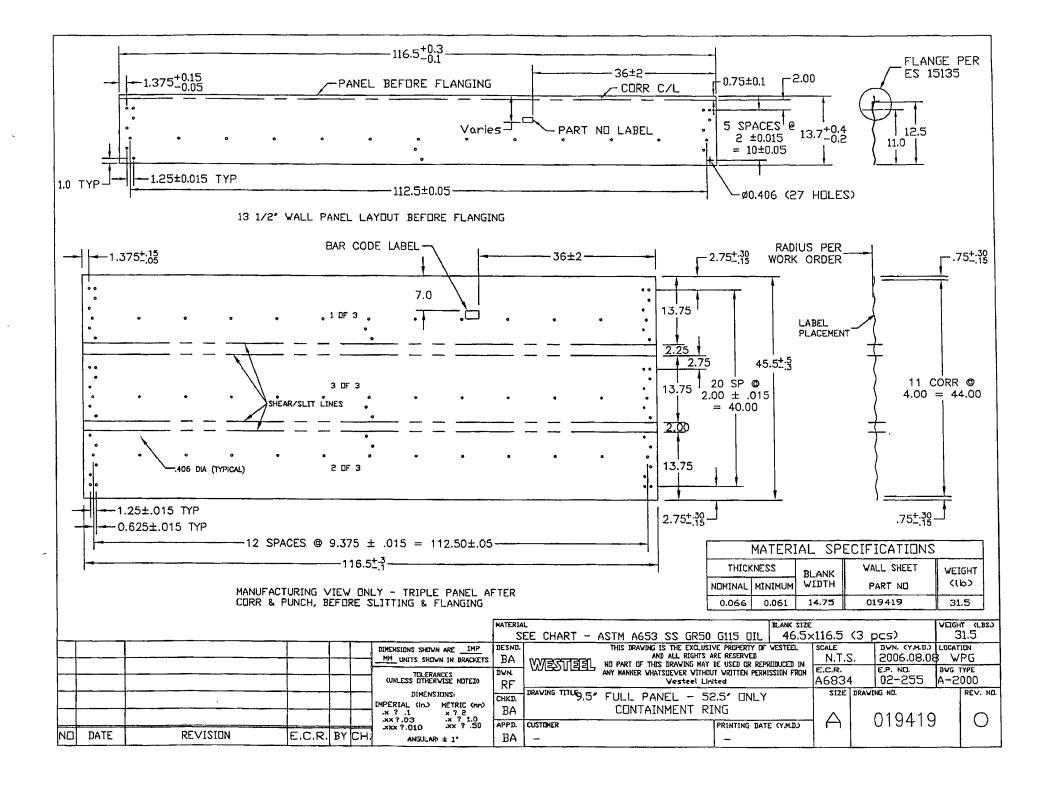


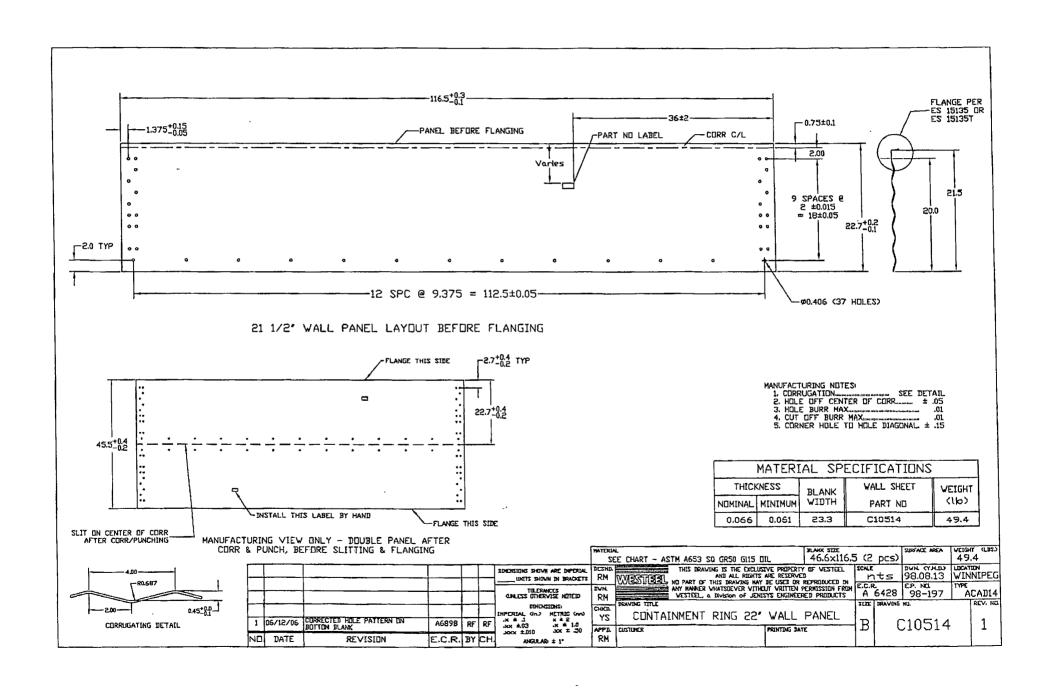


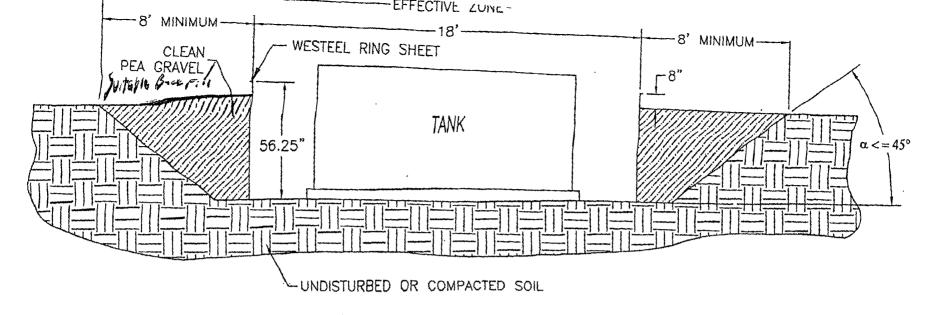








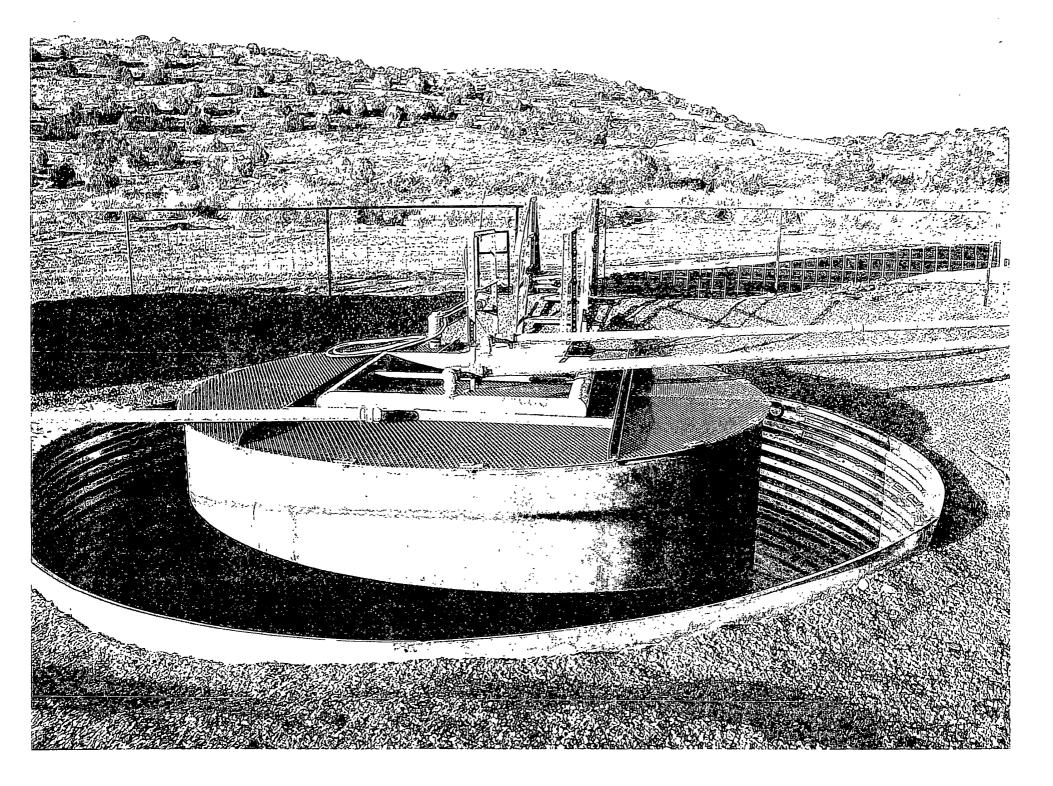


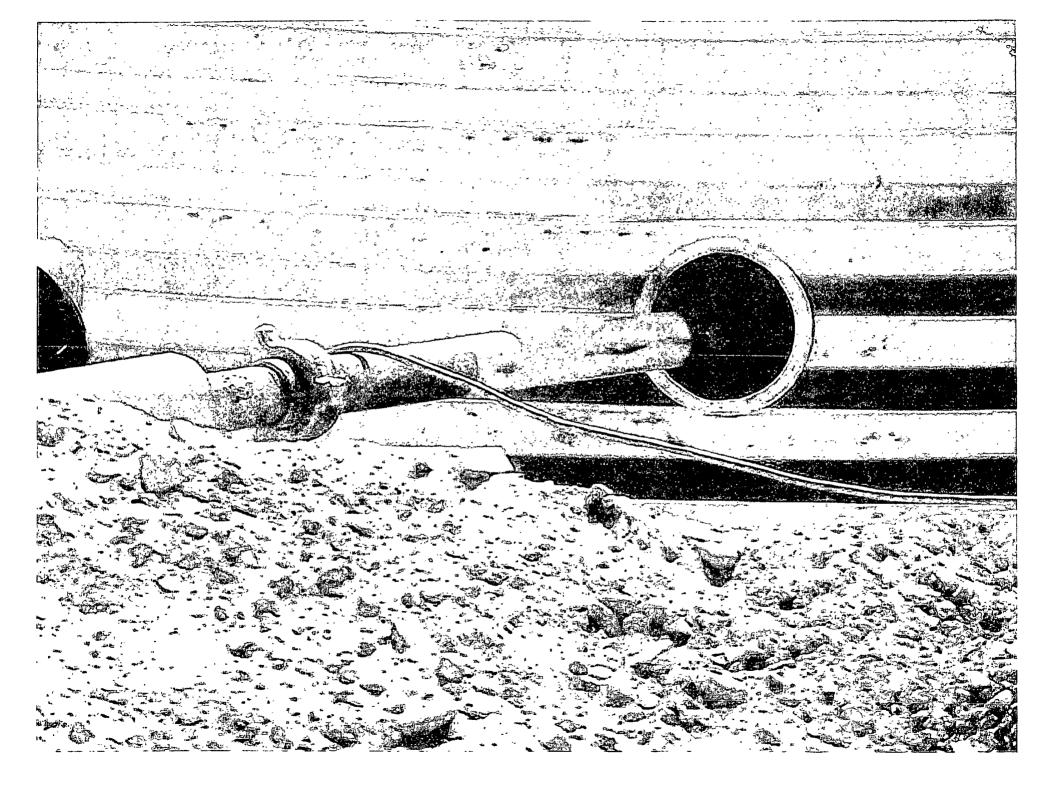


### INSTALLATION INSTRUCTIONS & SITE REQUIREMENTS

- 1. EXCAVATE AS PER ABOVE
- 2. FOR BEST RESULTS, BACKFILL WITH CLEAN PEA GRAVEL (OR EQUIVALENT FREE FLOWING MATERIAL) EVENLY AROUND THE STRUCTURE, TAKING CARE NOT TO FILL IN ANY ONE AREA VERY HIGH RELATIVE TO OTHER AREAS, SO AS TO MAINTAIN THE STRUCTURE AS ROUND. WORKING AROUND THE STRUCTURE IN APPROXIMATELY 6" LIFTS IS 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 COULD RESULT IN UNEVEN LOADING).
- 3. THE COMPLETED STRUCTURE SHOULD EXTEND APPROXIMATELY 8" ABOVE GRADE
- 4. 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).
- 5. WESTEEL IS NOT LIABLE FOR ANY DAMAGES OR INJURIES RESULTING FROM ANY FAILURE DUE TO IMPROPERINSTALLATION, 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**

N-36.50565 W-107.34187

# Below Grade Tank Observed Sitting Requirements

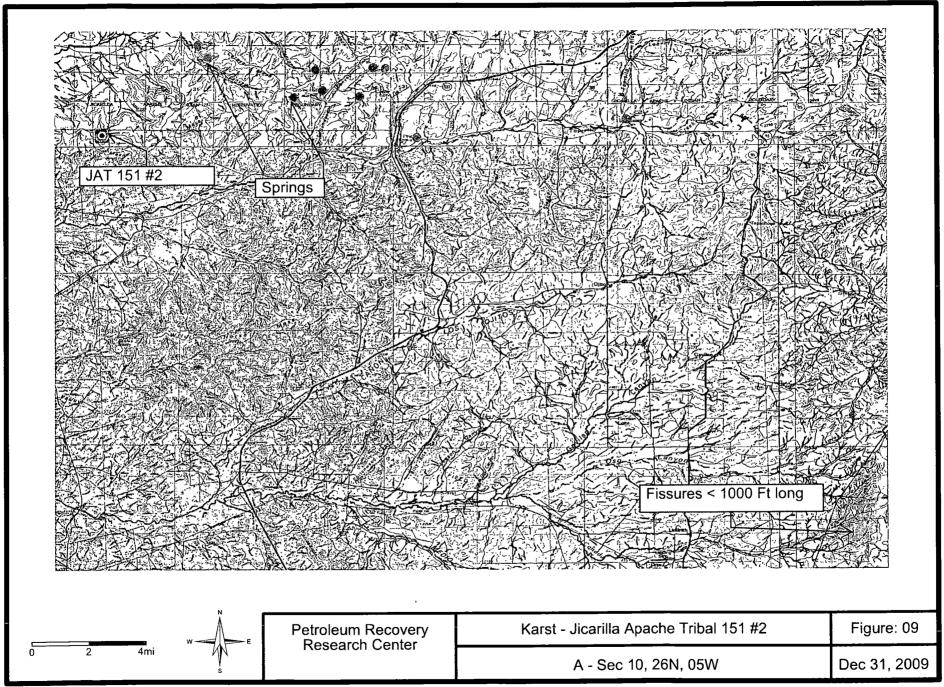
Lease Name & Well Number	JICIAP. TI	2.bA/ 151-2		
API No. 3003920087				
Observed by	Groven V	15.1		
Date Observed	9-9-09	19./		
MEASURED FROM THE BELOW-GRADE TANK:	Yes No If not	within limits, explain:		
Continiously flowing water course > 300 ft.	V			
Significant Watercourse, lakebed, sinkhole or playa lake > 200 feet				
Permanent Residence > 200 feet	<b>V</b>			
School > 200 feet				
Hospital > 200'	V			
Institution or Church > 200'				
Private, domestic fresh water well or spring > 500 feet	Vas m	SREAD QUESTION		
Any other fresh water well or spring > 1000 feet	1 per	"		
Within incorporated municipal boundary of defined municipal fresh water field				
Wetland area > 500 feet	/m	"		
Overlying a subsurface mine	V			

Distance to watercourse 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

Karst Map



#### 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
<a href="http://msc.fema.gov/webapp/wcs/stores/servlet/FemaWelcomeView?storeId=10001&catalogId=10001&langId=-1">http://msc.fema.gov/webapp/wcs/stores/servlet/FemaWelcomeView?storeId=10001&catalogId=10001&langId=-1</a>

### Depth to Ground Water: Individual water well documentation.

State of New Mexico
Office of the State Engineer
New Mexico Water Rights Reporting System
<a href="http://www.ose.state.nm.us/waters\_db\_index.html">http://www.ose.state.nm.us/waters\_db\_index.html</a>

#### **Subsurface Mines:**

EMNRD
Mining & Minerals Division
Mines, Mills & Quarries Commodity Group
<a href="http://www.emnrd.state.nm.us/MMD/index.htm">http://www.emnrd.state.nm.us/MMD/index.htm</a>

## 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