<u>District I</u> 1625 N French Dr., Hobbs, NM 88240 District II

1301 W. Grand Avenue, Artesia, NM 88210

District III 1000 Rio Brazos Road, Aztec, NM 87410 1220 S St Francis Dr., Santa Fe, NM 87505

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

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

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

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, LLCOGRID #:143199				
Address:1001 Fannin St Ste 800 Houston, Texas 77002				
Facility or well name:Jicarilla Apache Tribal 151 #4E				
API Number: 30-039-23322 OCD Permit Number:				
U/L or Qtr/Qtr         L         Section         03         Township         26N         Range         05W         County:         Rio Arriba				
Center of Proposed Design: Latitude36.513470 Longitude107.352170 NAD: ☐1927 ☑ 1983				
Surface Owner: ☐ Federal ☐ State ☐ Private ☒ Tribal Trust or Indian Allotment				
Pit: Subsection F or G of 19.15.17.11 NMAC   Permanent   Emergency   Cavitation   P&A   Lined   Unlined   Liner type: Thickness   mil   LLDPE   HDPE   PVC   Other   PVC				
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   Other electronic monitoring   Liner type: Thicknessmil   HDPE   PVC   Other				

Page 1 of 5

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

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, hospital, unstitution or church)				
☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet				
7.  Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)				
⊠ Screen □ Netting □ Other				
Monthly inspections (If netting or screening is not physically feasible)				
8. Signs: Subsection C of 19.15.17.11 NMAC				
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers				
☑ Signed in compliance with 19.15.3.103 NMAC				
9. Administrative Approvals and Exceptions:				
Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.				
Please check a box if one or more of the following is requested, if not leave blank:  Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau o 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 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			
	☐ Yes ☒ No			
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ⊠ No			
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☒ No			
Within the area overlying a subsurface mine - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☒ No			
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☒ No			
Within a 100-year floodplain FEMA map	☐ Yes ⊠ No			

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC  Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are
attached.  ☐ Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC ☐ Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC ☐ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number: 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:(Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC  Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.  Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC  Climatological Factors Assessment  Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC  Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC  Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC  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 I 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 Statements: Please indentify the facility or facilities for the disposal of liquids, and the statement of the disposal of liquids, and the statement of the				
facilities are required.	Dianagal Facility Barmit Number			
Disposal Facility Name:	·			
Yes (If yes, please provide the information below) No		vice 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	requirements of Subsection H of 19.15.17.13 NMAO 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 comprovided below. Requests regarding changes to certain siting criteria may require 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 for	administrative approval from the appropriate dista 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; Data	obtained from nearby wells	☐ Yes ☐ No ☐ NA		
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data	obtained from nearby wells	☐ Yes ☐ No ☐ NA		
Ground water is more than 100 feet below the bottom of the buried waste.  - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells				
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other sign lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	ificant watercourse or lakebed, sinkhole, or playa	☐ Yes ☐ No		
Within 300 feet from a permanent residence, school, hospital, institution, or church - Visual inspection (certification) of the proposed site; Aerial photo; Satellite		☐ Yes ☐ No		
Within 500 horizontal feet of a private, domestic fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or sp. NM Office of the State Engineer - iWATERS database; Visual inspection (or	ring, in existence at the time of initial application.	☐ Yes ☐ No		
Within incorporated municipal boundaries or within a defined municipal fresh water adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approve	·	Yes No		
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				
<ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology Society; Topographic map</li> </ul>	& Mineral Resources; USGS; NM Geological	☐ Yes ☐ No		
Within a 100-year floodplain FEMA map		☐ Yes ☐ No		
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the 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 appropriate requirements of Protocols and Procedures - based upon the appropriate requirements of 19.15  Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15  Waste Material Sampling Plan - based upon the appropriate requirements of 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	irements of 19.15.17.10 NMAC Subsection F of 19.15.17.13 NMAC propriate requirements of 19.15.17.11 NMAC d) - based upon the appropriate requirements of 19. 17.13 NMAC irements of Subsection F of 19.15.17.13 NMAC Subsection F of 19.15.17.13 NMAC ill cuttings or in case on-site closure standards cann t of 19.15.17.13 NMAC of 19.15.17.13 NMAC	15.17.11 NMAC		

Operator Application Certification:  I hereby certify that the information submitted with this application is tr	rue, accurate and complete to the best of my knowledge and belief.
	Title:Compliance Supervisor
Signature: L. L. L.	Date: 1:12:10
	Telephone:713-495-6530
OCD Approval: Permit Application (including closure plan)	
OCD Representative Signature:	Approval Date: 5/16/2012
Deputy Oil & Gas Inspector,  Title: District #3	OCD Permit Number:
	an prior to implementing any closure activities and submitting the closure report.  days of the completion of the closure activities. Please do not complete this
	☐ Closure Completion Date:
22. Closure Method: Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain.	Alternative Closure Method
23. 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 liq two facilities were utilized.	uids, drilling fluids and drill cuttings were disposed. Use attachment if more than
Disposal Facility Name:	Disposal Facility Permit Number:
Disposal Facility Name:	
Were the closed-loop system operations and associated activities perform  Yes (If yes, please demonstrate compliance to the items below)	med on or in areas that <i>will not</i> be used for future service and operations?  No
Required for impacted areas which will not be used for future service an Site Reclamation (Photo Documentation)	nd operations:
Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique	
Re-vegetation Application Rates and Securing Technique	
	llowing items must be attached to the closure report. Please indicate, by a check
Proof of Closure Notice (surface owner and division)	
Proof of Decd 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 ☐ Disposal Facility Name and Permit Number	closure)
Soil Backfilling and Cover Installation	
Re-vegetation Application Rates and Seeding Technique Site Reclamation (Photo Documentation)	
On-site Closure Location: Latitude	Longitude NAD:
25. Operator Closure Certification:	A section of the sect
	s closure report is true, accurate and complete to the best of my knowledge and e requirements and conditions specified in the approved closure plan.
	Title:
Signature:	
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 #4E

API No: 30-039-23322

Location: UL L, Sec 03, 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 #4E

### API No. 30-039-23322

### 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:

```
18' x 18' x 4' High Square excavated area
18' Diameter x 4' High Circular excavated area
18' Diameter x 5' High Circular excavated area
```

Most of our below-grade tank systems were installed prior to June 16, 2008 and are 16.5' x 16.5' x 4' square excavated area design. As tanks are retro fitted, this will be changed to one of the above. The particular area and well conditions will determine which design best for that particular well. EV will ensure that there will be room to walk around the tank inside the containment area which will better enable our field personnel to inspect for damage to liners or incidental leaks. Please refer to tank diagram under Appendix 8 for details.

All excavated areas will be reinforced with metal walls to prevent collapse. There will be sufficient open area on all sides of the tank to witness any incidental release that may occur. Please refer to tank diagram under Appendix 8.

EV will ensure the base of any excavated area containing a below-grade tank will be level and free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom.

EV will ensure that any geomembrane liner used shall consist of 30-mil flexible PVC or 60-mil HDPE liner or equivalent liner material. The liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salt and acidic and alkaline solutions and shall be resistant to ultraviolet light. The liner shall have a hydraulic conductivity no greater than 1 x 10 -9 cm/sec. The liner shall be compatible with EPA SW-846 method 9090A. EV will install the liner in such a manner as to divert any possible leak for visual inspection. EV will demonstrate to the OCD that the liner complies with the specifications within Subparagraph (a) of Paragraph (4) of Section I of 19.156.17.11 NMAC and obtain approval from the division prior to the installation of the new design.

EV will ensure the fluid levels of tanks will be monitored by automatic high level alarms at 24" from the top and shut-off devise at 10 1/2 inches from the top of the tank. The tanks will be also equipped with a manual shut-off valve in the event it is needed. Please see design specification sheet of this system in this section. The majority of our below-grade tanks are within the berm around our tank battery and as so are protected from run-on water. Those outside this berm will be protected with an earthen berm which will extend at least 6" above surface ground level to divert run-on around the tank. The side walls of the excavated

area will extend at least 6" above the ground level to divert run-on water around the tank. Any possible leak will be diverted, on the liner, in such a way can be visually inspected.

EV tank design will be a single walled tank constructed to ensure that the side walls are open for visual inspection for leaks; the bottom will be elevated six inches above the ground surface and will contain a geomembrane liner, as described above, directly on the ground level of the containment area.

Once a below-grade tank which was installed prior to June 16, 2008 does not demonstrate integrity, EV shall promptly repair or remove that below-grade tank and close the tank or install a below-grade tank that is in full compliance with Paragraph 1 thru 4 of Section I of 19.15.17.11 NMAC. EV shall comply with the operational requirements of 19.15.17.12 NMAC. Please refer to tank diagram under Appendix 8 for details

Any single walled below-grade tank installed before June 16, 2008 where any portion of the tank sidewall is below the ground surface and not totally visible shall be closed, retrofited or replaced before June 15, 2013. EV will fully comply with Paragraph 1 thru 4 of Section I of 19.15.17.11 NMAC for all retrofitting or replacement of below-grade tanks.

icheadhachtaire	oblice antique						
TESTED PROPERTY	TEST METHOD	FREQUENCY		MINIMUM	AVERAGE	VALUE	
			30 mil	40 mil	60 mil	80 mil	100 mil
Thickness, (minimum average) mil (mm) Lowest individual reading (-10%)	ASTM D 5199	every roll	30 (0.75) 27 (0.69)	40 (1.00) 36 (0.91)	60 (1.50) 54 (1.40)	80 (2.00) 72 (1.80)	100 (2.50) 90 (2.30)
Density, g/cm <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, lb/in-width (N/mm) Strength at Yield, lb/in-width (N/mm) Elongation at Break, % Elongation at Yield, %	ASTM D 6693, Type IV Dumbell, 2 ipm G.L. 2.0 in (51 mm) G.L. 1.3 in (33 mm)	20,000 lb	120 (21) 66 (11) 700 13	152 (26) 84 (14) 700 13	243 (42) 132 (23) 700 13	327 (57) 177 (30) 700 13	410 (71) 212 (37) 700 13
Tear Resistance, lb (N)	ASTM D 1004	45,000 lb	21 (93)	28 (124)	42 (186)	58 (257 )	73 (324)
Puncture Resistance, ib (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			ile.	
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)	1
Roll Area, ft <sup>2</sup> (m <sup>2</sup> )	· · · · · · · · · · · · · · · · · · ·		25,200	19,575	12,600	∉ 9,675	7,650

- NOTES

  ""Dispersion only applies to near spherical agglomerates. 9 of 10 views shall be Category 1 or 2. No more than 1 view from Category
- $^{(2)}$ Roll lengths and widths have a tolerance of  $\pm$  1%.
- GSE HD is available in rolls weighing approximately 3,900 lb (1,769 kg).
- All GSE geomembranes have dimensional stability of ±2% when tested according to ASTM D 1204 and LTB of <-77° C when tested according to ASTM D 746.</li>

(2,341)

(1,819).

(1,171)

(899)

"Modified

O.R.E. SYSTEMS P.O. Box 3677 Farmington, NM 87499 (505) 327-2161 (711)

## **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.

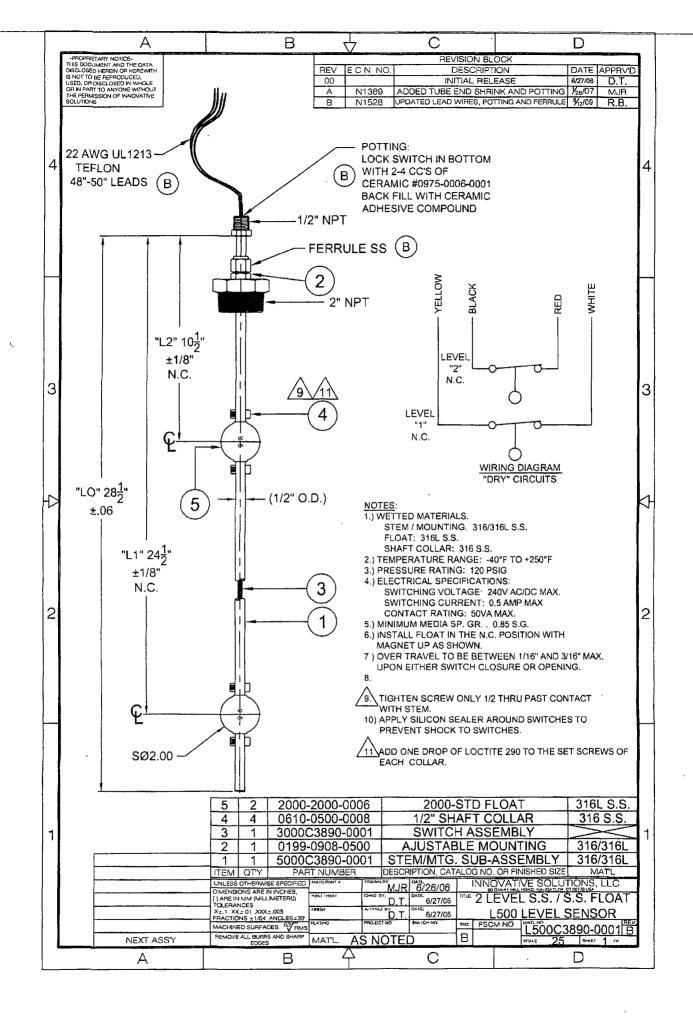
D. EV will insure that a below-grade tank constructed and installed prior to June 16, 2008 that does not meet the requirements of 19.15.17.11 NMAC and does not demonstrate integrity or that the below-grade tank develops any conditions as identified in 19.15.17.12 NMAC shall close the existing below-grade 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 #4E API 30-039-23322

The above referenced well is located at UL L, Sec 03, 26N, 05W at an elevation of 7075. Surface casing was set to a depth of 305' or at a depth of 6770'.

According to the Office of State Engineer, the closest water well drilled was RG 81026 about 2 miles North of our location. Drilled to 460 feet at an unknown elevation, it shows water encountered at 180 to 460 feet.

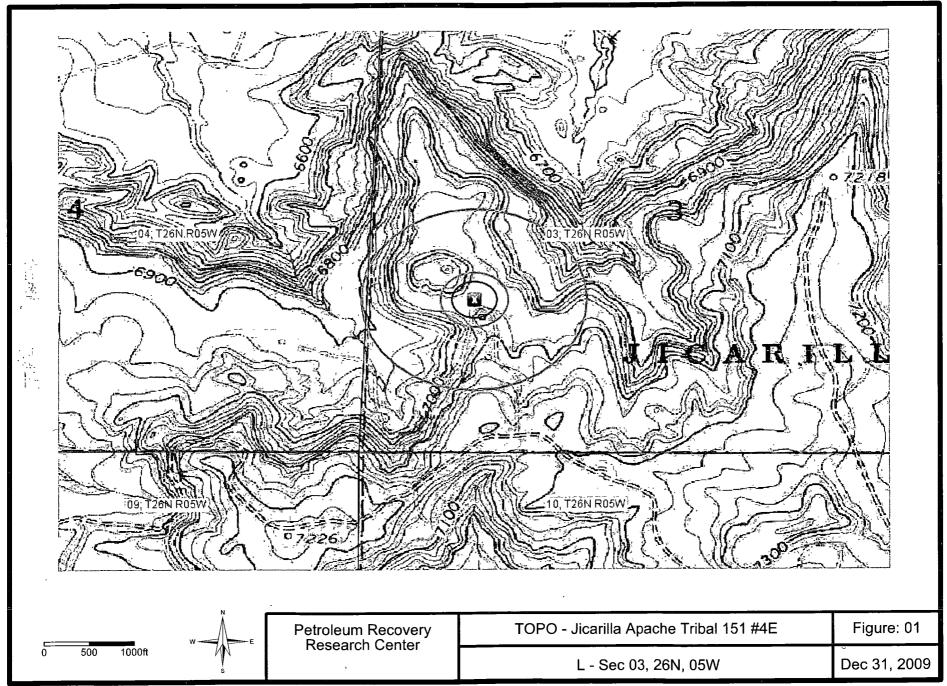
In 1965, Continental Oil drilled their Apache K #4 (30-039-82254) about 600 feet South of our location. It was at an elevation of 7119 with no indication of water being encountered. Surface casing was set at 220 feet which would be at 6899. This would be 129 feet below than our well.

In 2000, Conoco Oil drilled their Apache K #4B (30-039-26489) about 800 feet North of our location. It was at an elevation of 7068 with no indication of water being encountered. Surface casing was set at 331 feet which would be at 6737. This would be 33 feet below than our well

The groundwater at our well site would be greater than 80 feet at a minimum. This should allow ample protection for any groundwater in the area.

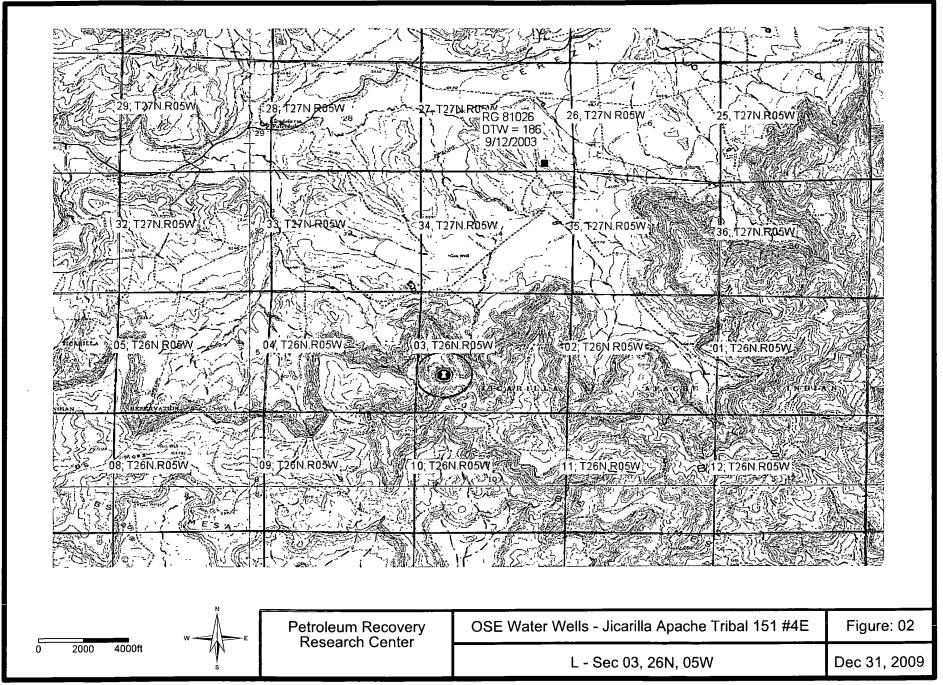
## Appendix 01

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 / (2121 2003-09-02 PMT LOG PRC RG 81026 T 3

**Point of Diversion** 

Q Q Q (NAD83 UTM in meters)

 Pod Number
 Source
 6416 4 Sec Tws 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



## 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

X

RG 81026

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:** 

Pump Type:

5.00

Pipe Discharge Size: **Estimated Yield:** 

Casing Size: Depth Well:

460 feet

**Depth Water:** 

186 feet

Water Bearing Stratifications:

Top Bottom

Description

180

Sandstone/Gravel/Conglomerate

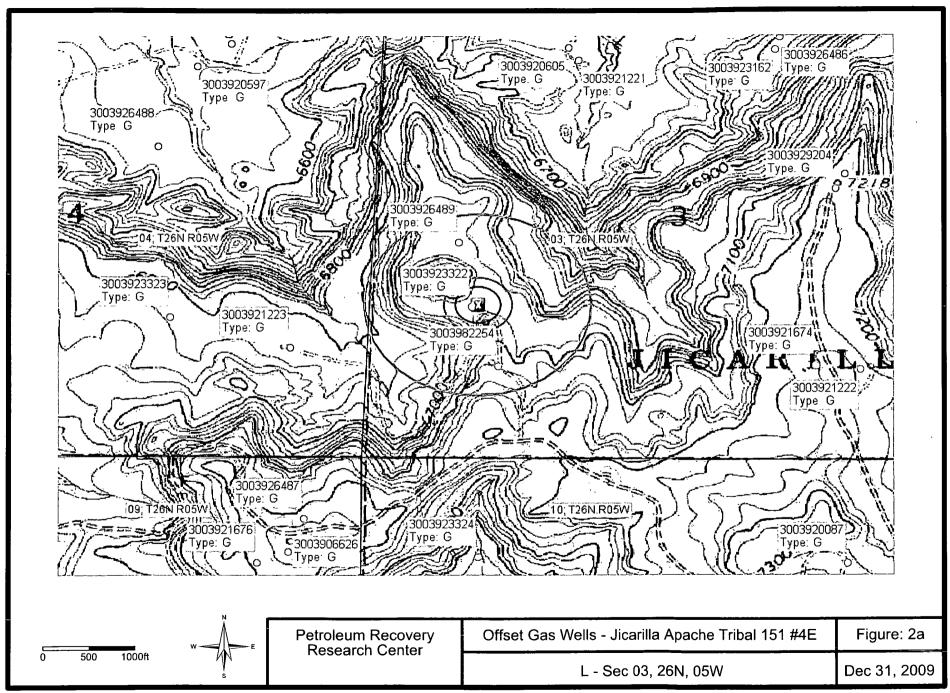
430

Sandstone/Gravel/Conglomerate

Casing Perforations:

Top Bottom

412 452



## 8225 HWELL LOCATION AND ACREAGE DEDICATION PLAT

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

Operator  Continen	tal Oil Comp	MAN	Lease AXI Apache "	t gritt	Well No.
Unit Letter Section	<u></u>	waship	Range	County	4
M	3	26 H	SW	Rio Arr	1ba
Actual Footage Location o  990 feet	f Well; from the	ith line and	1027 <sub>fe</sub>	et from the	line
Ground Level Elev. 7119	Producing Formatic Pictured C	on	So. Blanco Piet	wred Cliffs	Dedicated Acreage: 160 - PC (Red)
1. Outline the acro	Hoseverde eage dedicated	to the subject we	Blesco Meenverd ell by colored pencil d		he plat below
2. If more than on interest and roy	e lease is ded alty).	icated to the well	l, outline each and ide	entify the ownership	thereof (both as to working f all owners been consoli-
dated by communication of the dated by communication of the date o	nitization, uniti	zation, force-pooli er is "yes;" type o	ng. etc?		lated. (Use reverse side of
	l be assigned to				nmunitization, unitization, approved by the Commis-
			REFEVED  JUN 28 1965  OIL CON. CO. DIST. 3	tained he best of n	CERTIFICATION  certify that the information con- erein is true and complete to the ny knowledge and belief.
	- 		Dia	Position	ORIGINAL SIGNED BY: H. D. HALEY
			(	<del>   </del>	strict dansger
	Senti:	n 3	<b>.</b>	Company	cental Uil Company
	T 26	R 5 W	 	Date	6-23-65
	Promeed Location	e on Co. V.		shown or notes of under my is true knowleds	-
,066				and/or Lan	linch HRed
0 330 660 '90 13	20 1650 1980 23	' ' '	1500 1000	500 0	र उन्तर

Form . 331 (May 1963)	UNITED STATES PARTMENT OF THE INTER GEOLOGICAL SURVEY	SUBMIT IN TRIPLICATE (Other instructions on reverse side)	
	NOTICES AND REPORTS for proposals to drill or to deepen or plug "APPLICATION FOR PERMIT—" for such p		6. IF INDIAN, ALLOTTEE OR TRIBE NAME Jicarilla Apache
OIL GAS WELL WELL	OTHER	82254	7. UNIT AGREEMENT NAME
entinental Oil Com Address of Operator	peny	,	8. FARM OR LEAGE NAME  AXI Apacha **K**  9. WELL NO.
O. Box 1621, Dur Location of Well (Report See also space 17 below.) At surface PO PSL, 1027 PVL	location clearly and in accordance with any	State requirements.*	10. FIELD AND POOL OR WILDCAT SO. Blanco Fictured Clif Blanco Hesaverde 11. SEC., T., R., M., OR BLK, AND SURVEY OR ABEA Sec. 3. T26N, R5W - NOPM
14. PERMIT NO.	7119 Ca, 7128	• • •	12. COUNTY OR PARISH 18. STATE RIO AFFIDE FOR HEXICO
	heck Appropriate Box To Indicate N		Other Data UBNT REPORT OF:
TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL	PULL OR ALTER CASING MULTIPLE COMPLETE ABANDON* CHANGE PLANS	WATER SHUT-OFF FRACTURE TREATMENT SHOOTING OR ACIDIZING (Other) Well Comp. (Note: Report result Completion or Recomp.	REPAIRING WELL  ALTERING CASING  ABANDONMENT®  Sof multiple completion on Well  letion Report and Log form.)
(Other)	LETED OPERATIONS (Clearly state all pertiner	nt details, and give pertinent dates ations and measured and true vertic	, including estimated date of starting an al depths for all markers and zones perti

Spudded 7/20/65. 8 5/8" surface casing set at 220' and comented with 150 sacks regular. Drilled to T.D. 6150'. Ran 4½" casing, set at 6150' and comented with 350 sacks coment. Foint Lookout perfs 6002-18' were fraced with 25,000# sand, 24,900 gals. water & 150# "ADOMITE AQUA" additive. Cliff House perfs 5436-5510' fraced with 55,000# sand, 44,000 gals. water and 500# "ADOMITE AQUA" additive. Pictured Cliffs perfs 3772-3830' fraced with 35,000# sand, 24,870 gals. water and 200# "ADOMITE AQUA" additive. Set Model "D" production packer at 5340' RB. Ran 170 joints 2 3/8" tubing landed in packer. Completed 8/17/65 from above perfs. Pictured Cliffs producing through sanulus, SICP 875#. Flowed 818 MCFD on 3/4" choke, PCP 67#. Messwerds producing through tubing. SITP 1060#. Flowed 3265 MCFD on 3/4" choke, FTP 260#. Shut-in for pipeline connection. Southern Union Gas willbbe the gas purchaser.

		RECEIVED
		SEP 27 1965
18. I hereby certify that the foregoing is true and correct Original Signed By SIGNED BEN W. SMITH	TITLE _	Assistant District Manager 9-24-65
(This space for Federal or State office use)  APPROVED BY  CONDITIONS OF APPROVAL, IF ANY:	TITLE _	DATE

Distric. I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer DD, Artesia, NM 88211-0719

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV PO 80x 2088, Santa Fe, NM 87504-2088 State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102
Revised February 21, 1994
Instructions on back
bmit to Appropriate District Office

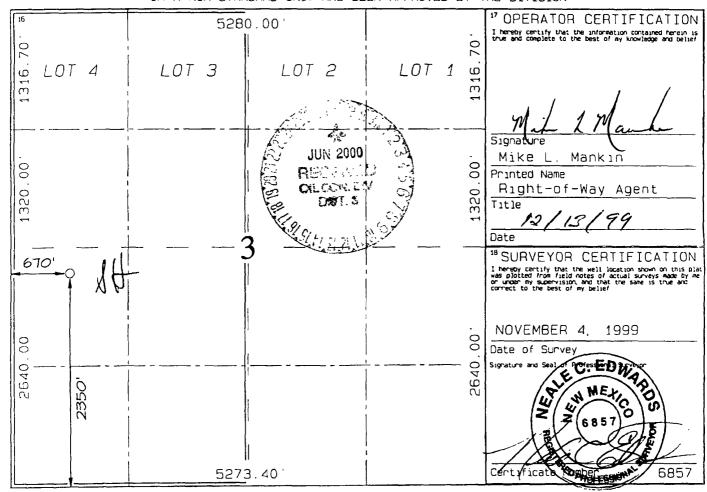
Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

### WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number			7	²Pool Code			³Pool Name					
30039-2		6489		72319			BLANCO MESAVERDE					
'Property Code		Property Name							Well Number			
003133		AXI APACHE K								4B		
'OGRID No		*Operator Name							*Elevation			
005073		CONOCO, INC.							7068			
<sup>10</sup> Surface Location												
LL or lot no	5ect 100	Township	Range	Lot Ion	Feet from	the	North/South line	Feet from the	East/We	st line	County	
<u></u>	3	26N	5W		2350		SOUTH	670	WEST		RIO ARRIBA	
<sup>11</sup> Bottom Hole Location If Different From Surface												
UL or lat no	Section	Yownship	Range	Lot Ion	Feet from	the	North/South line	Feet from the	East/We	st line	County	
12 Dedicated Acres	l	<sup>13</sup> Joint or Infi	1) 14 Cons	olidation Code	15 Order N	•		1	1	··	1	
<b>W/</b> 319 80										_		
		T. DE 10					N. I. I. I. I. T. T. I.					

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Form 3160-5 (June 1990)

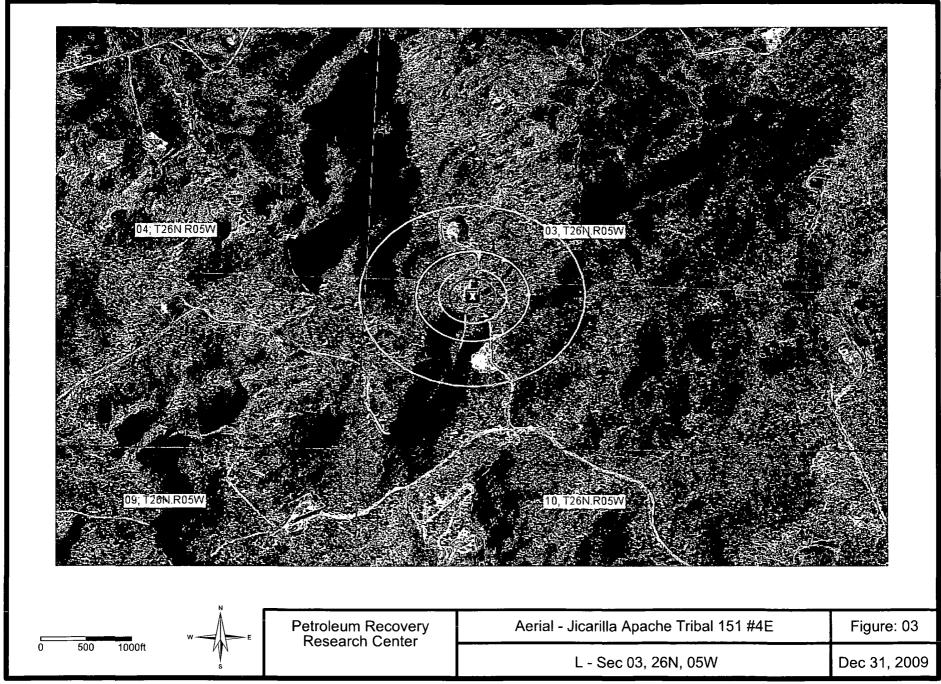
## UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

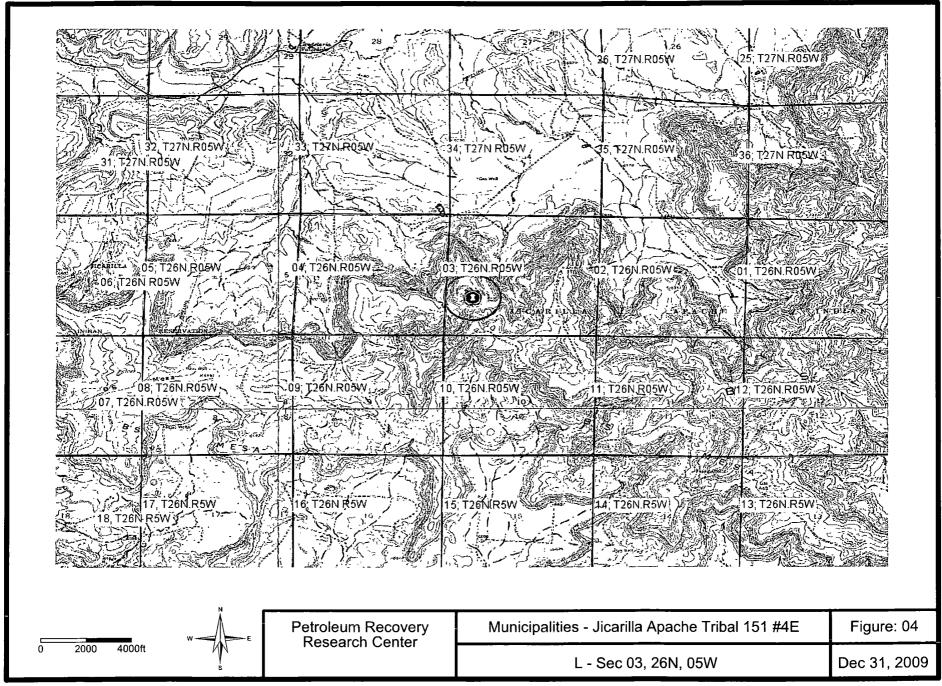
BUILDO OF LAND MANAG	EMEIA1	) 3. LEASE DESIGNATION AND SERIAL NO.							
		CONT 151							
SUNDRY NOTICES AND RE	PORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME							
Do not use this form for proposals to drill or to de	JICARILLA APACHE								
Use "APPLICATION FOR PERM	0107111221711710112								
USE AFFEIGATION FOR FERM	7. IF UNIT OR CA, AGREEMENT DESIGNATION								
SUBMIT IN TRIP									
1. TYPE OF WELL	AXI A'PACHE K  8. WELL NAME AND NO								
l	1								
OIL WELL GAS WELL OTHER	OCT 2000	AXI APACHE K #4B							
2. NAME OF OPERATOR	IN RECEIVED	9. API WELL NO							
CONOCO INC.	OF CONTEN	30-039-26489							
3. ADDRESS AND TELEPHONE NO	10. FIELD AND POOL, OR EXPLORATORY AREA								
P.O. Box 2197, DU 3066, Houston, TX 772		BLANCO MESA VERDE							
4. LOCATION OF WELL (Footage, Sec , T , R., M , or Survey Det	TC / 20 a	11. COUNTY OR PARISH, STATE							
2350' FSL - 670' FWL, SEC. 3, T261	N-R5W, UNITY ETTER TO	RIO ARRIBA COUNTY, NM							
12. CHECK APPROPRIATE BOX(s)	TO INDICATE NATURE OF NOTICE, I	REPORT, OR OTHER DATA							
TYPE OF SUBMISSION	TYPE OF ACTION								
Notice of Intent	Abandonment	Change of Plans							
Subsequent Report	Recompletion	New Construction							
	Plugging Back	Non-Routine Fracturing							
Final Abandonment Notice	Casing Repair	Water Shut-Off							
	Altering Casing	Conversion to Injection							
	1 = 1								
	Other: CASING REPORT	Dispose Water (Note Report results of multiple completion on Well Completion or							
12.	<u> </u>	Recompletion Report and Log Form )							
<ol> <li>Describe Proposed or Completed Operations (Clearly state all if directionally drilled, give subsurface locations and measured ar</li> </ol>									
	•	·							
8/22/00 Ran 7 joints 9-5/8 casing (36#, J-55, ST&C) casing. Set casing at 331'. Cement with 200 sks Class B + 2% CaCl + .25 pps Celloflake @ 15.6 ppg. Displaced with 26 bbls freshwater, 5 bbls mud returned to surface. Bumped plug at 2:15 am with									
300psi. Floats held.	20 bols fleshwater, 5 bols filed jetuffled to sur	lace. Bumpeu plug at 2.13 am with							
		La af Class B assess @ 44.4 asses 200							
9/4/00 Ran 96 joints of 7" (20#, J-55, ST&C) casing. Set casing at 3943'. Cement with 410 sks of Class B cement @ 11.4 ppg + 3% D-79, + 1% S-1 + 2% D-46 + .25 pps D-29. Followed by 100 sxs Class B + D-29. Displaced with 156 bbls freshwater,									
returned 7 bbls to surface. Bumped plug at 3:50 am with 1,600 psi, floats held.									
9/8/00 Ran(XXX)points of 4-1/2" (10.5#, J-55, ST&C) casing. Set casing at 6262'. Cement with 213 sks of Class H 50/50 Poz Mix + 10% D-154 + .35% D-112, + .1% D-65 + .25% D-29 + .2% S-1 + .2% D-46. Displaced with 98 bbls 1% KCl w/ biocide,									
circulated to surface. Bumped plug at 7:50 pm with 580 psi, floats held.									
14. I hereby certify that the foregoing is true and correct									
14. Thereby certify that the foregoing is the and correct									
SIGNED LANCE STEERS. TITLE DEBRA SITTNER, As Agent for Conoco Inc. DATE 9/22/00									
(This space for Federal or State office use)									
		_							
APPROVED BY TITLE Petrolem E-; DATE 10/5/co  Conditions of approval, if any:  (errectal (cp) Pegrestal & ?									
Conditions of approval, if any:									
(errecto	l (cen l)egrect	el de							
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the Unites States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.									

## Appendix 03

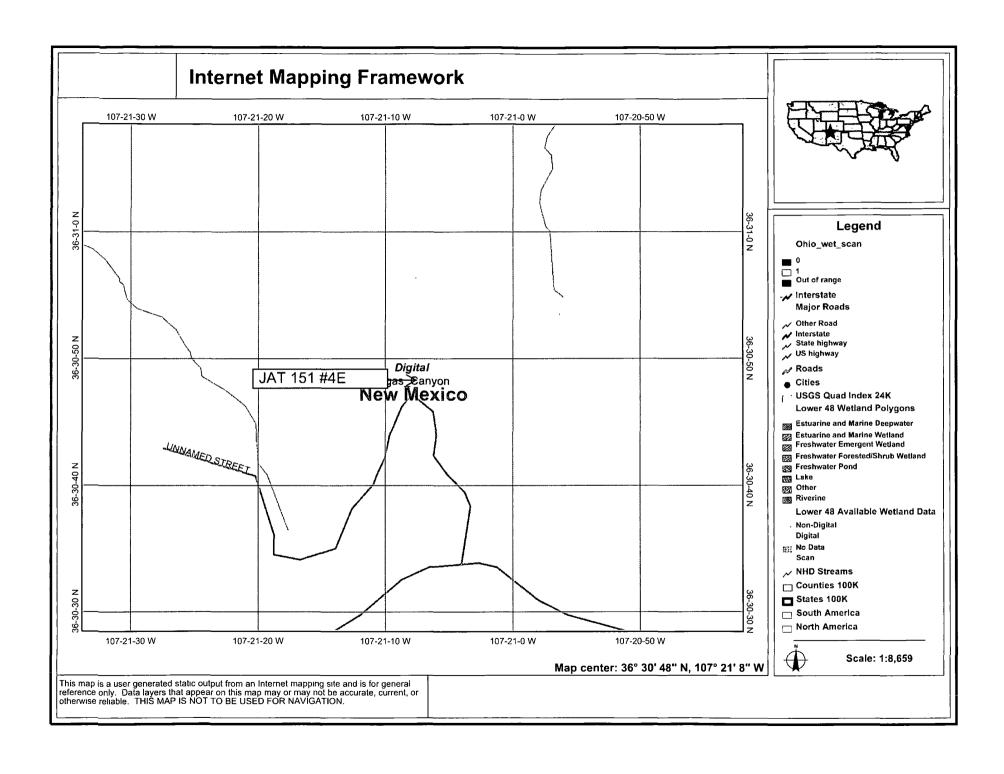
**Aerial Photo** 



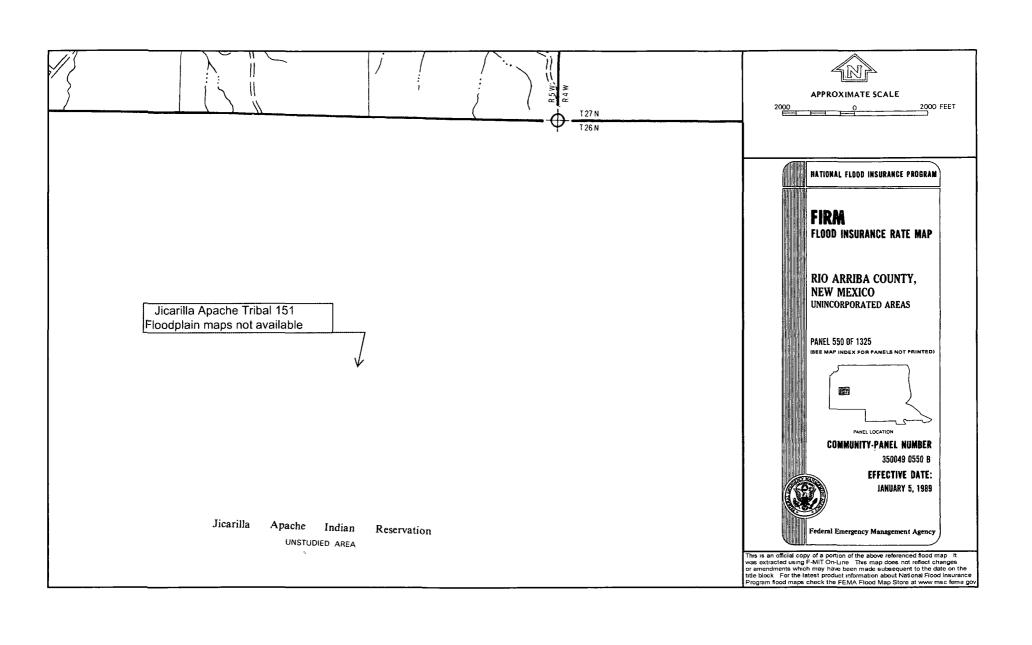
Municipality Boundary Map



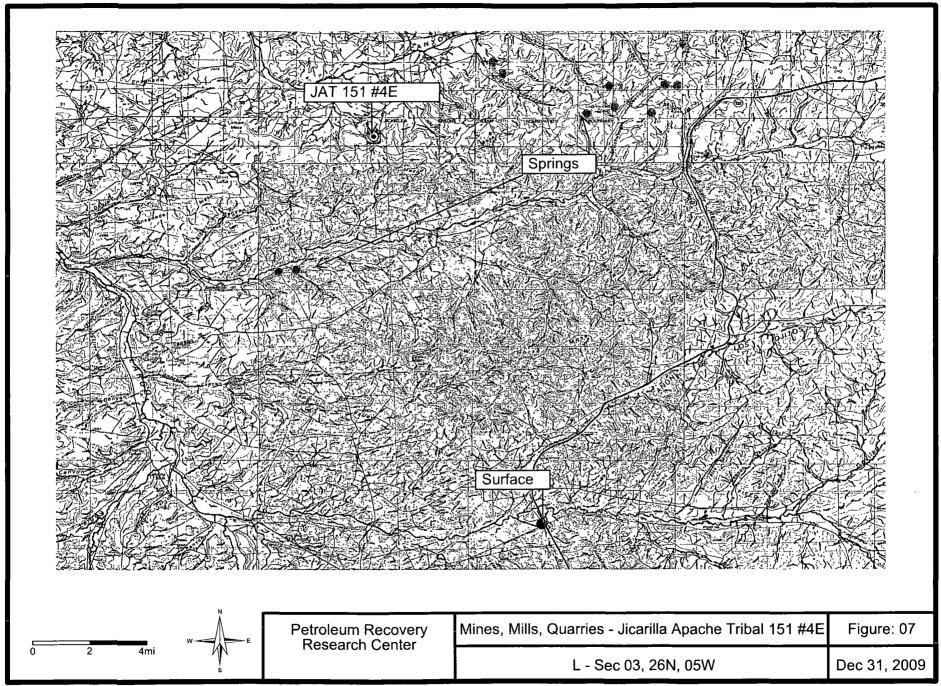
U.S. Fish & Wildlife Wetland Identification Map



FEMA 100-year Floodplain Map



Mines, Mills, & Quarires Map



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

### OIL CONSERVATION DIVISION

### ENERGY AND MINERALS UCPARTMENT

#### P. O. UOX 2088 SANTA FE, NEW MEXICO 87501

Form C-107 keyised 10-1-78

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

Operator:			Lease	Lease			Well No.	
AMOCO PRODUCTION COMPANY				JICARILLA APACHE TRIBAL 151			J.E	
Unit Letter	Section	Township	Rozn		County			
Actual Footage Loc	Gion of Well:	26N			Ric	Arriba		
1650	feet from the SO	13+h 14	a <b>7</b> 90	) 4 <b>-</b>	( sb-	Joot	M	
Ground Level Elev:	Producing For		Pool	) leet	from the	West	line sted Acreage:	
7075	Dakot		Bas	sin Dakota			320 Acres	
1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.								
<ol> <li>If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).</li> <li>If more than one lease of different ownership is dedicated to the well, have the interests of all owners been considered by communitization, unitization force-pooling, etc.?</li> </ol>								
dated by communitization, unitization, force-pooling.etc?    Yes   No   If answer is "yes," type of consolidation   OIL CON. DIV.    If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Veggevesse 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.								
	/	/	j			CER	TIFICATION	
	1 1 1		; ; ;			tained herein is	that the information con- true and complete to the ledge and belief.	
	i	-	!			Origina S	igned By	
	· <del>-  </del>					Dale H. S	·	
	. 0		! (			Position District	Engineer	
	ı ; Se	c.	1			Company Amoco Pro	oduction Company	
	; f		1			[	13, 1983	
790' <b>.</b>		3				shown on this pl notes of actual under my superv	r that the well location out was plotted from field surveys made by me or tision, and that the same rect to the best of my elief.	
16504				<u>,</u>		Date Surveyed R September Registered Profess and Land, Survey Fred 3. Ke	ional Engineer	
						Certificate No.	N. Visto	

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## UNITED STATES

UNITED STATES	S. LEASE
DEPARTMENT OF THE INTERIOR	Jicarilla Tribal 151
GEOLOGICAL SURVEY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
SUNDRY NOTICES AND REPORTS ON WELLS	7. UNIT AGREEMENT NAME
(Do not use this form for proposals to drill or to deepen or plug back to a difference	ent
reservoir, Use Form 9-331-C for such proposats.)	8. FARM OR LEASE NAME
1. oil gas other	Jicarilla Apache Tribal 151
WENT THE THE TAXABLE PARTY OF TAXABLE	9. WELL NO. 4E
2. NAME OF OPERATOR	10 FIELD OR WILDCAT NAME
Amoco Production Company	Basin Dakota
3. ADDRESS OF OPERATOR	11. SEC., T., R., M., OR BLK. AND SURVEY CO
501 Airport Drive, Farmington, NY 87401 4. LOCATION OF WELL (REPORT LOCATION CLEARLY, See space 1)	ADEA
below.)	NW/SW, Sec. 3, T26N, R5W
AT SURFACE: 1650' FSL x 790' FWL	12. COUNTY OR PARISH 13. STATE
AT TOP PROD. INTERVAL: Same AT TOTAL DEPTH:	Rio Arriba New Mexico
Same	14. API NO.
16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE	
REPORT, OR OTHER DATA	15. ELEVATIONS (SHOW DF, KDB, AND WE) 7075 GL
REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF:	7073 GL
TEST WATER SHUT OFF	
FRACTURE TREAT	
SHOOT OR ACIDIZE	
PULL OR ALTER CASING	INOTE: Report results of multiple completion or 70. a change on Form 9-330.)
MULTIPLE COMPLETE	•
CHANGE ZONES	
ABANDON*  [] (other) Spud and set casing	
including estimated date of starting any proposed work. If well i measured and true vertical depths for all markers and zones petit Moved in, rigged up and spudded a 12-1/4" his 309'. Landed 9-5/8", 36#, J-55 casing at 3 B cement with 2% CaCl2. Circulated cement surface casing to 1000 psi. Reduced the ho Landed 7", 20#, J-55 casing at 3948'. Cemen 50:50 POZ cement then tailed in with 118 cutemperature survey (attached) and located to 2950'. Pressure tested the intermediate casize to 6.25" and reached a TD of 8185' on casing at 8185'. Cemented with (1st) 385 cutailed in with 118 cu.ft. Class B Neat cemen POZ cement. Ran a temperature survey (attached 4-1/2" casing at 2600'. The DV tool was on 11-23-83.	nent to a swork) ole on 11-14-83, then drilled to 05'. Cemented with 408 cu.ft. Class to surface. Pressure tested the le size to 8-3/4" and drilled to 3950 ted casing with 1001 cu.ft. Class B.ft. Class B Neat cement. Ran a he cement top for the 7" casing at sing to 1500 psi. Reduced the hole 11-21-83. Landed 4.5", 10.5#,R-55 u.ft. Class B 50:50 POZ cement and nt, (2nd) 374 cu.ft. Class B 65:35 ched and located the cement top for see at 5189' and the rig released
Substitute Safety valve Manu, and Type	Set @
18. I hereby certify that the foregoing is true and correct	
SIGNED TITLE Dist. Adm. Su	pervisor 12-20-83
(This space for Federal or State	office use)
	DATE
CONDITIONS OF APPROVAL IF ANY	ACCEPTED FOR RECORD
	DEC 23 1903
See Instructions on Rever	

©2... ₽i√. NST. 3

MMOCC

FARMINGTON RESOURCE AREA BY 5mm

#### **ENERVEST OPERATING LLC**

N- 36.51370 W-107.35197

### Below Grade Tank Observed Sitting Requirements

Lease Name & Well Number	JIC. Ap. MIGAL 151-48
API No	. 300 3923322
Observed by	GROVEN Vig 1
Date Observed	9-9-09
MEASURED FROM THE BELOW-GRADE TANK:	Yes No If not within limits, explain:
Continiously flowing water course > 300 ft.	
Significant Watercourse, lakebed, sinkhole or playa lake > 200 feet	
Permanent Residence > 200 feet	
School > 200 feet	
Hospital > 200'	
Institution or Church > 200'	VI.
Private, domestic fresh water well or spring > 500 feet	FIM MISREAD QUESTION
Any other fresh water well or spring > 1000 feet	1 Whit 1
Within incorporated municipal boundary of defined municipal fresh water field	
Wetland area > 500 feet	I will u
Overtving a subsurface mine	

Distance to watercourse or dry wash should be to nearest edge

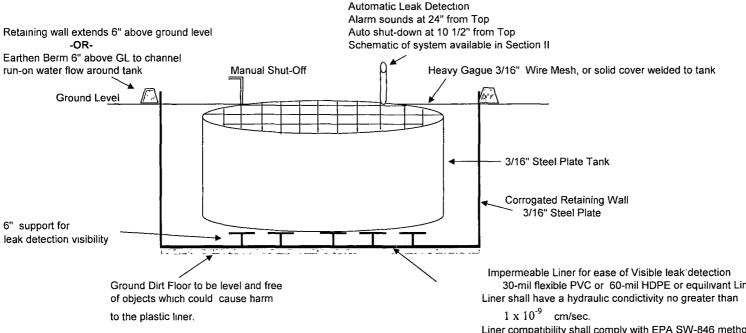
Please include distance & direction to all waterwells and/or wetland areas

Each Below-Grade Tank needing to be permitted, needs a visual inspection of the above Criteria as per Rule 19.15.17.10



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

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



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

Tank size dependent upon water production & road conditions Excavation Area size dependent upon tank size

30-mil flexible PVC or 60-mil HDPE or equilivant Liner

Liner compatibility shall comply with EPA SW-846 method 9090A. Liner to be impervious to hydrocarbons, salt & acidic and alkıline solutions.

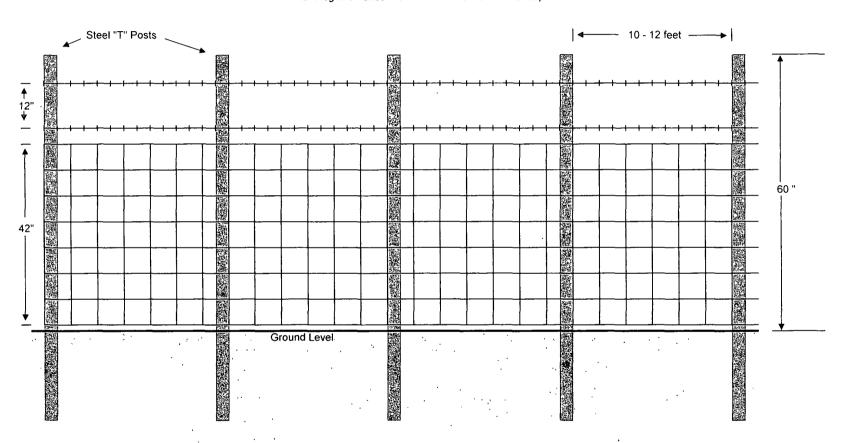
Any liner installation will be done in such a way as to easily detect any possible leak.

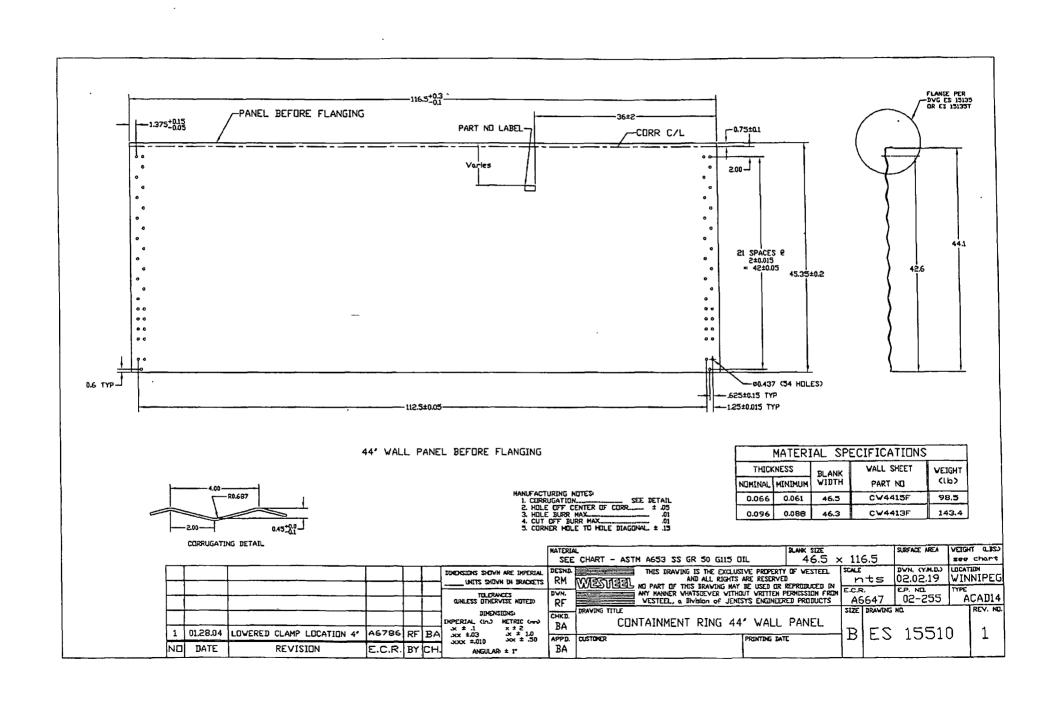
#### **ENERVEST OPERATING, LLC**

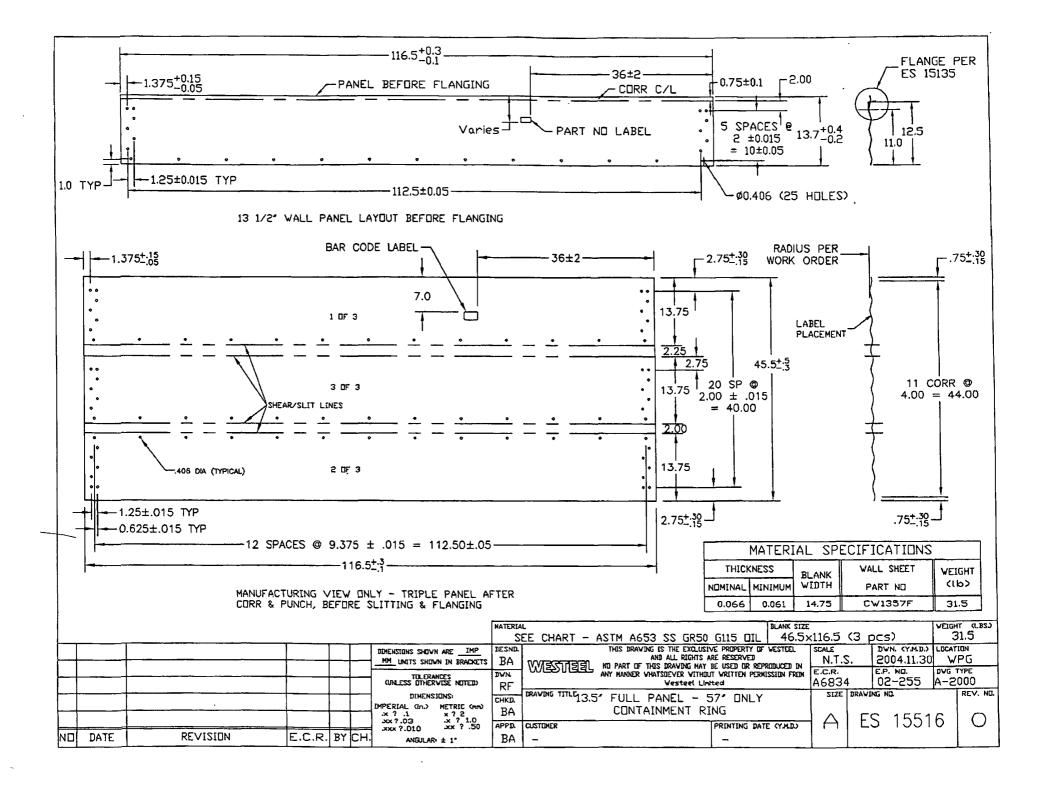
**Proposed Alternative Fencing** 

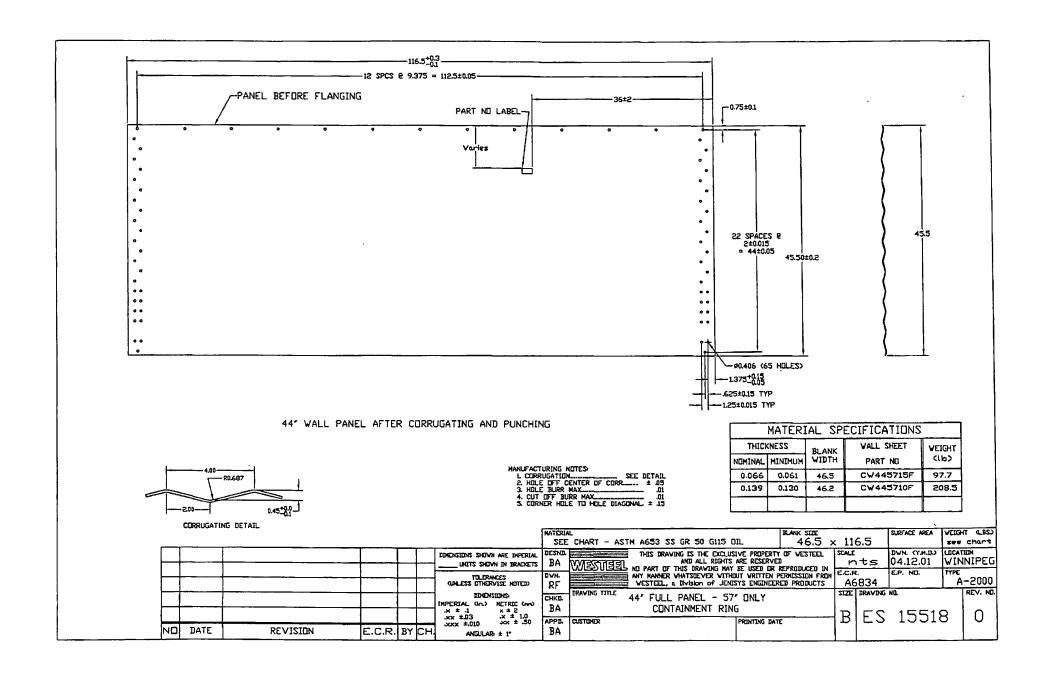
**Below-Grade Tank Construction** 

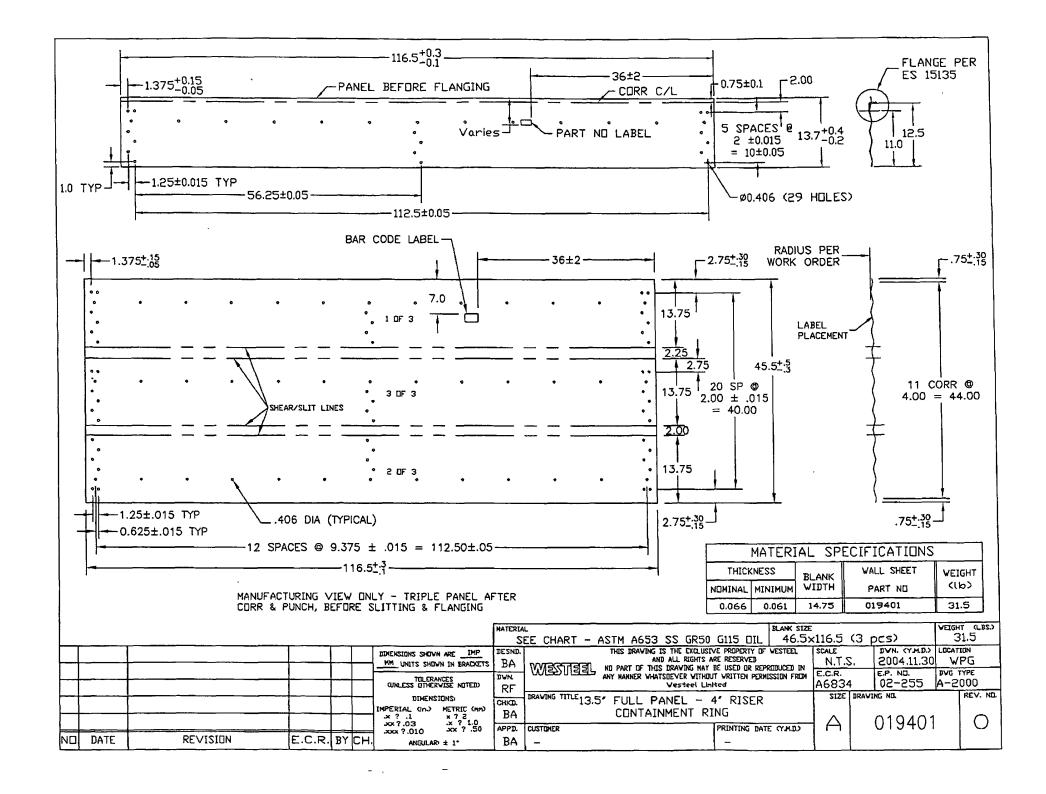
42" Hogwire Fence with 2 strands barbed-wire on top

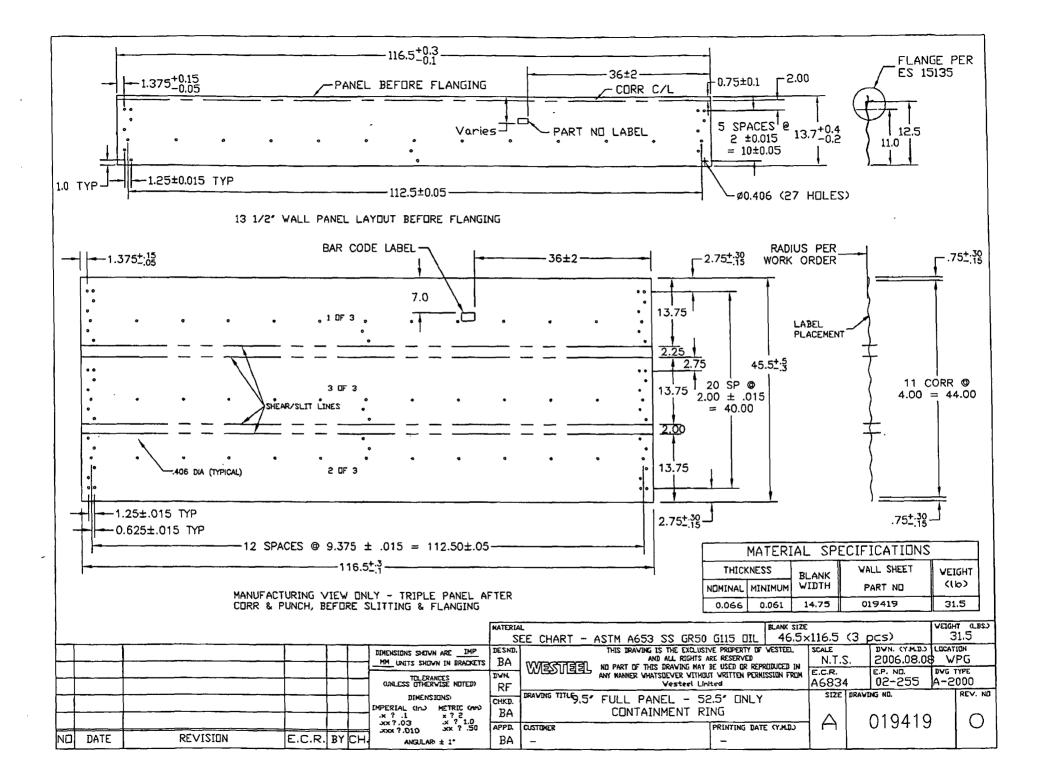


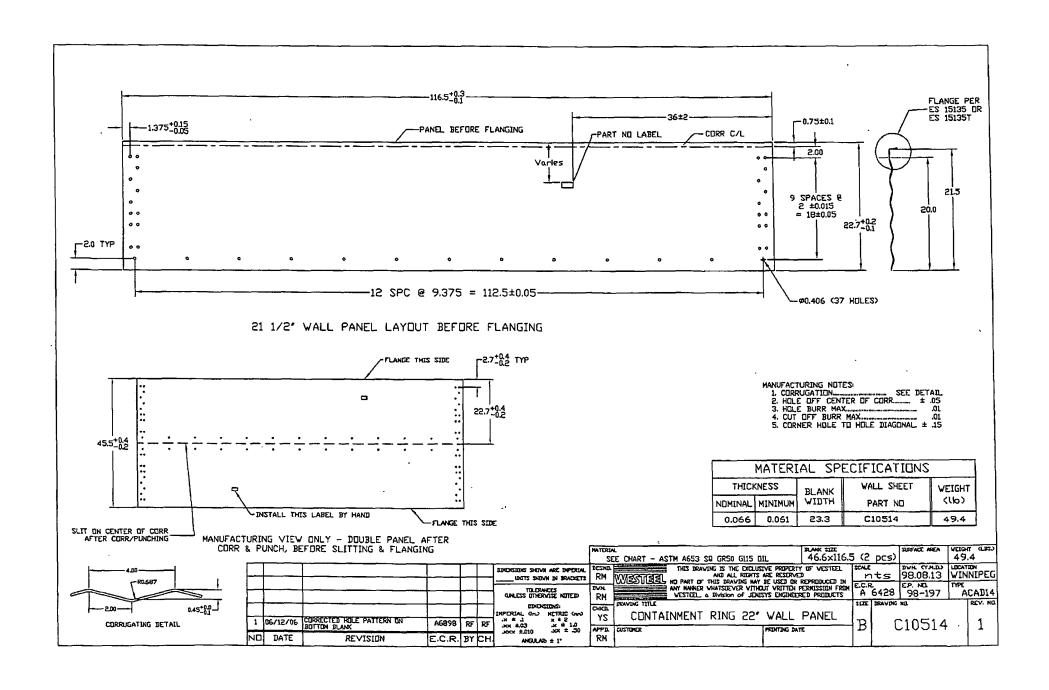


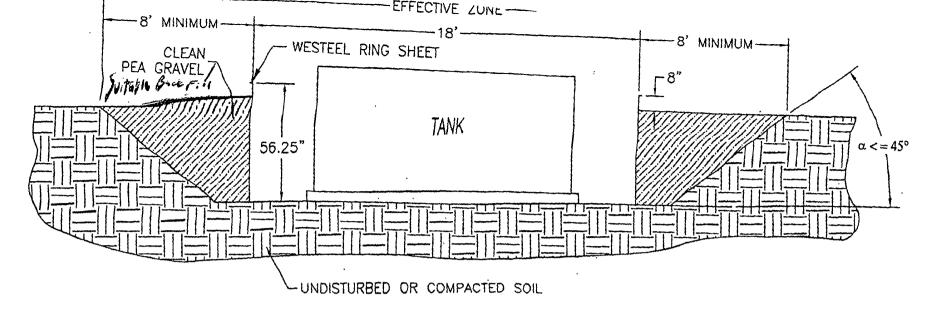








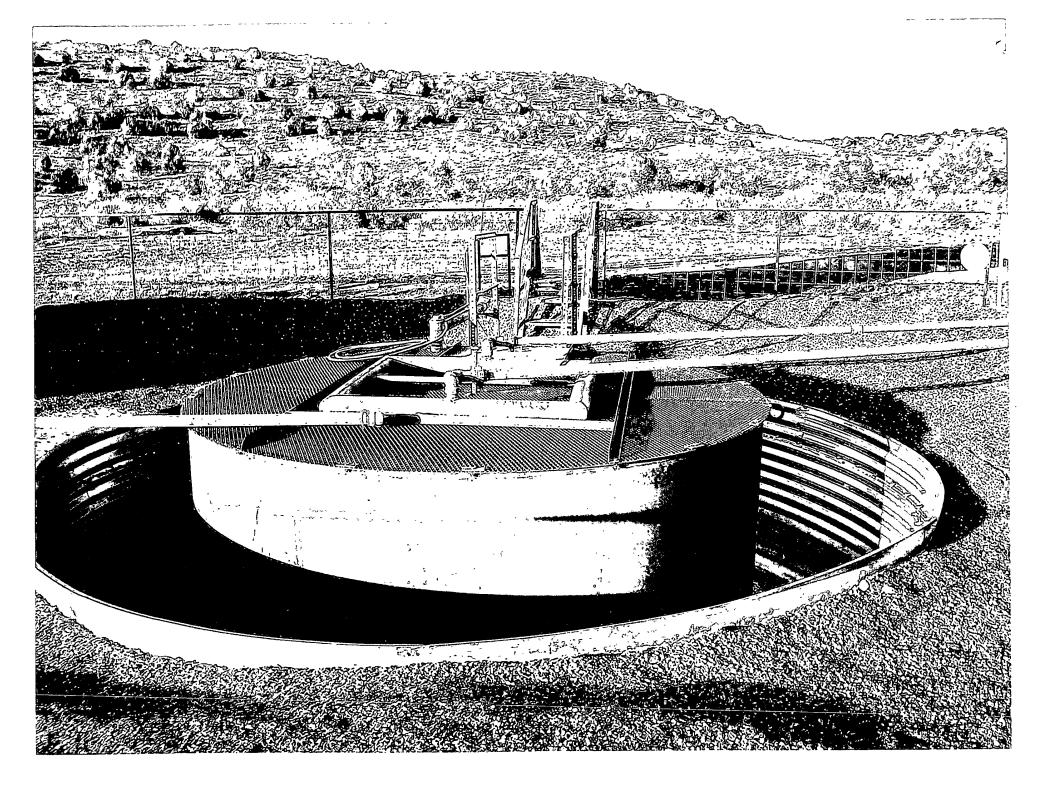


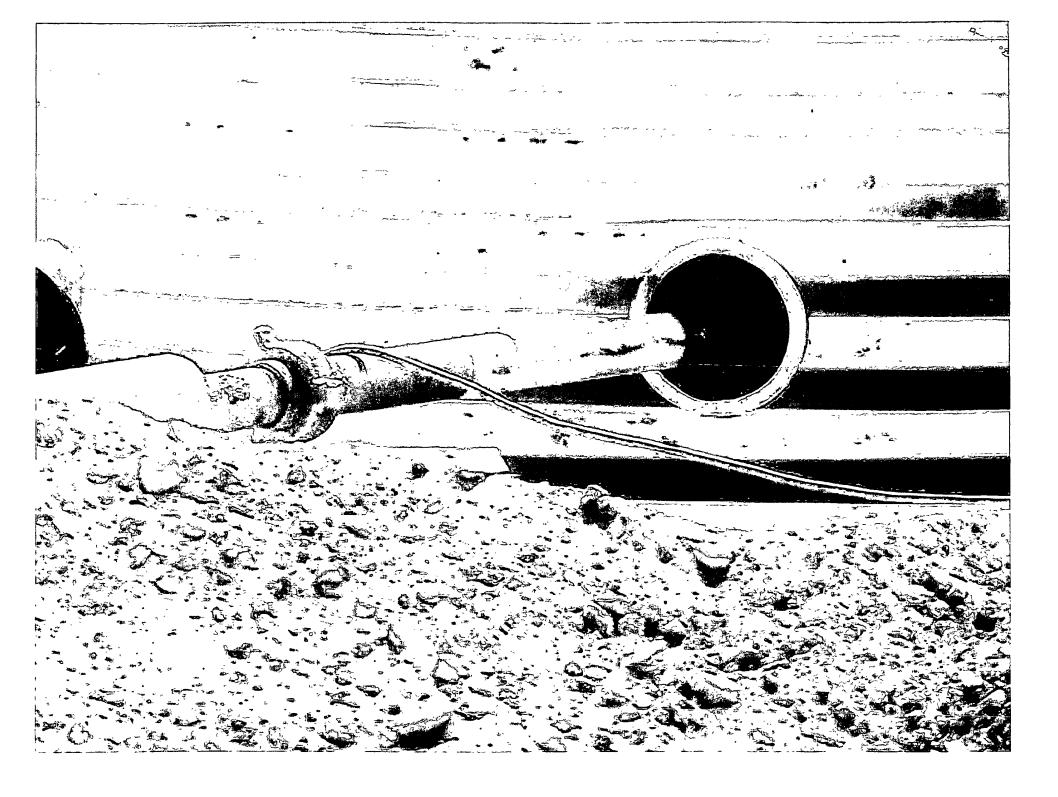


#### INSTALLATION INSTRUCTIONS & SITE REQUIREMENTS

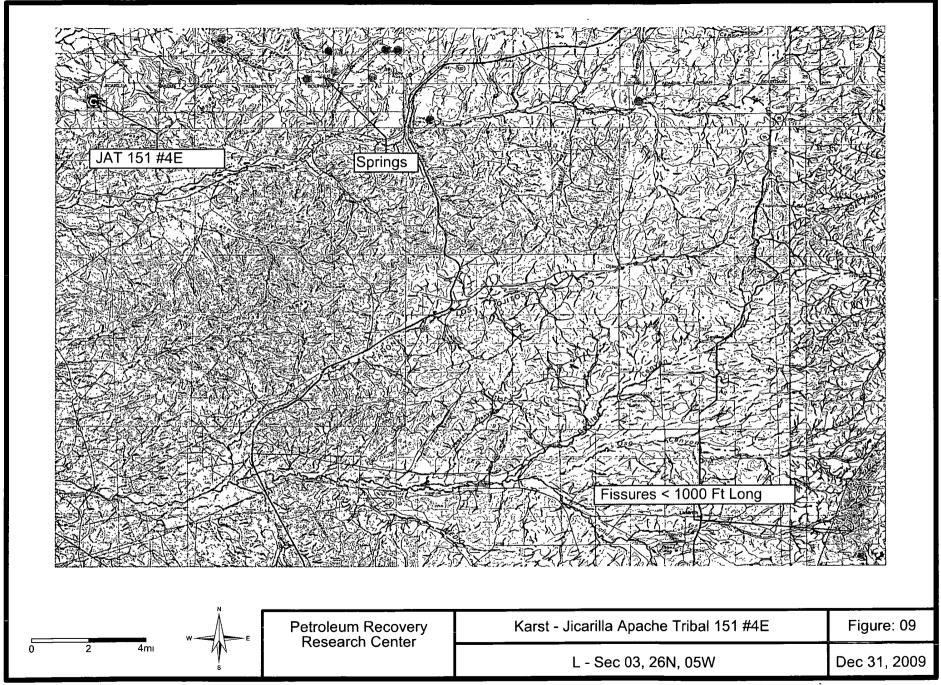
- 1. EXCAVATE AS PER ABOVE
- 2. FOR BEST RESULTS, BACKFILL WITH CLEAN PEA GRAVEL (OR EQUIVALENT FREE FLOWING MATERIAL) EVENLY AROUND THE STRUCTURE, TAKING CARE NOT TO FILL IN ANY ONE AREA VERY HIGH RELATIVE TO OTHER AREAS, SO AS TO MAINTAIN THE STRUCTURE AS ROUND. WORKING AROUND THE STRUCTURE IN APPROXIMATELY 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 IMPROPER INSTALLATION, IMPROPER SITE CONDITIONS, OR INADEQUATE MAINTENANCE OF THE SITE.

NOTE: THIS SYSTEM IS NOT DESIGNED FOR THE SECONDARY CONTAINMENT OF LIQUIDS, RATHER, TO ALLOW FOR INSPECTION OF THE TANK.





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
http://www.emnrd.state.nm.us/MMD/index.htm

#### Regional Hydrogeology:

Stone et al., 1983, Hydrogeology and Water Resources of the San Juan Basin, New Mexico; Socorro, New Mexico Bureau of Mines and Mineral Resources Hydrologic Report 6, 70 p.

#### Base Maps:

Petroleum Recovery Research Center PRRC PitRule Web Mapping Portal USGS Topo TerraServer – US www.pitrule.source3.com