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

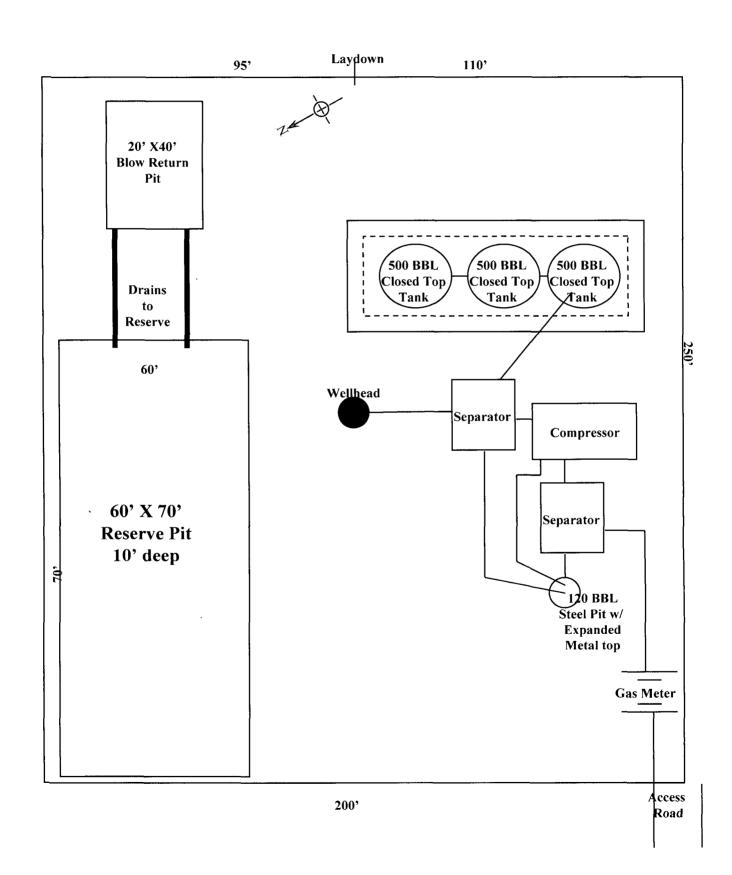
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Form C-144 June 1, 2004

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes 🗵 No 🗌 Type of action Registration of a pit or below-grade tank 📋 Closure of a pit or below-grade tank 🗵		
Operator Koch Exploration Company, LLC Telephone Address PO Box 489 Aztec, NM 87410	(505) 334-9111e-mail addressclark2	23 <u>j@kochind com</u>
	30-045-28093 U/L or Qtr/Qtr L	Sec 24 T 31N R 9W
	36 52.806 Longitude 107.44.31	
Surface Owner Federal State Private Indian		
Pit	Below-grade tank	
Type: Drilling Production Disposal	Volumebbl Type of fluid	
Workover ⊠ Emergency □	Construction material	1
Lined M Unlined	Double-walled, with leak detection? Yes 🔲 If not, explain why not	
Liner type Synthetic ☑ Thickness 12 mil Clay ☐		
Pit Volumebbl		
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water)	Less than 50 feet	(20 points)
	50 feet or more, but less than 100 feet	(10 points)
	X 100 feet or more	(0 points) 0 points
	Yes	(20 points)
Wellhead protection area: (Less than 200 feet from a private domestic	X No	(0 points) 0 points
water source, or less than 1000 feet from all other water sources)	And	(o points)
Distance to surface water (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet	(20 points)
	X 200 feet or more, but less than 1000 feet	(10 points) 10 points
	1000 feet or more	(0 points)
	Ranking Score (Total Points)	10 points
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location. (check the onsite box if		
your are burying in place) onsite 🖾 offsite 🗌 If offsite, name of facility		
remediation start date and end date (4) Groundwater encountered No 🛛 Yes 🔲 If yes, show depth below ground surfaceft. and attach sample results.		
(5) Attach soil sample results and a diagram of sample locations and excavations.		
Additional Comments CLOSURE ROUD JUL 25'07		
OIL CONS. DIV.		
DIST. 3		
· ·		
		About and a six of ballon goods tools
I hereby certify that the information above is true and complete to the best has been/will be constructed or closed according to NMOCD guideline		
_		
Date <u>07/24/07</u>		
Printed Name/Title John Clark, District Superintenden	t_Signature	
Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve to regulations	he operator of its responsibility for compliance with	ts of the pit or tank contaminate ground water or any other federal, state, or local laws and/or
Deputy Oil & Gas Inspector Approval District #3		
Approval District #3	Some fill fall	SUBJE 3 O 2007
Printed Name/Title	Signature 1 1 1 1 1 1	Date", S U U WWW

KOCH EXPLORATION COMPANY LLC Seymour 722 S24, T31N, R9W 1415' FSL & 915' FWL - ELEVATION 6151'



SEYMOUR 722

S24 T31N R9W, 1415' FSL & 915' FWL San Juan Co., New Mexico API No. 30-045-28093 Lease SF 078505

Upon completion of deepening well bore remaining liquids were removed from pit by truck to an approved disposal facility.

Prior to closing the pit, liner was cut off at mud level. The excess liner was hauled to a licensed disposal.

July 4, 2007 the remaining waste in pit was encapsulated. This was accomplished by covering the remaining waste and liner with earthen materials. Surface area where pit was located was contoured according to BLM requirements, and will be seeded with recommended BLM seed mixture.