District J,.
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.

F a F

For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office.

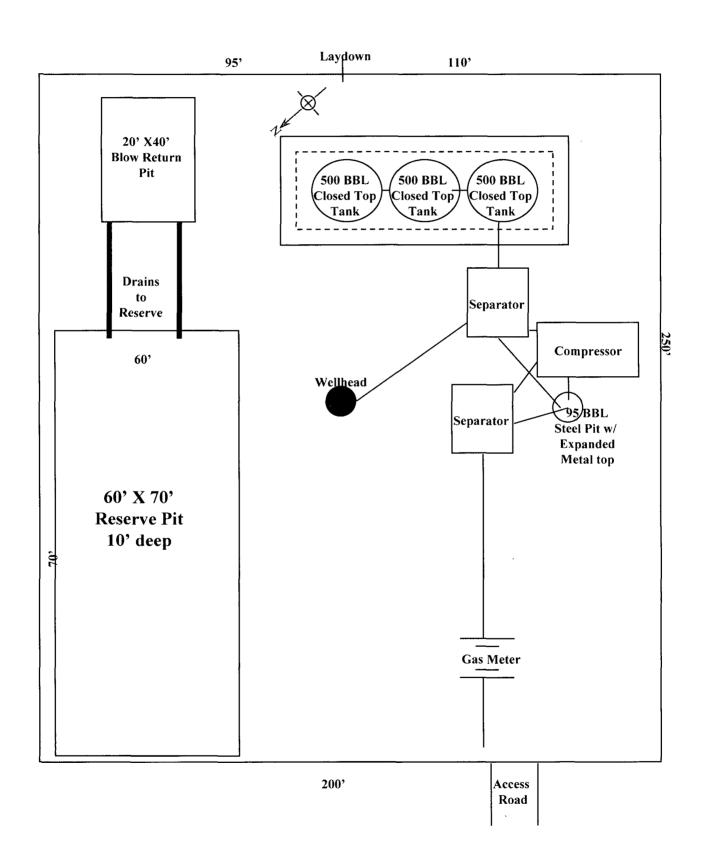
Form C-144

June 1, 2004

Santa Fe, NM 87505 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 \(\sigma\) Closure of a pit or below-grade tank \(\sigma\) Operator: Koch Exploration Company, LLC Telephone (505) 334-9111 e-mail address clark23j@kochind.com Address PO Box 489 Aztec, NM 87410 Facility or well name Quinn 341 API # 30-045-28453 U/L or Qtr/Qtr K Sec 19 T 31N R 8W Latitude 36 52 806 Longitude 107 43.224 NAD: 1927 1983 County. San Juan Surface Owner Federal ⊠ State ☐ Private ☐ Indian ☐ Pit Below-grade tank Volume __bbl Type of fluid _____ Type Drilling Production Disposal Construction material: Workover ⊠ Emergency □ Double-walled, with leak detection? Yes If not, explain why not Lined Unlined Liner type Synthetic
☐ Thickness 12 mil Clay ☐ Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal X 50 feet or more, but less than 100 feet 10 points (10 points) high water elevation of ground water.) 100 feet or more (0 points) (20 points) Yes 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.) Less than 200 feet (20 points) Distance to surface water. (horizontal distance to all wetlands, playas, X 200 feet or more, but less than 1000 feet (10 points) 10 points irrigation canals, ditches, and perennial and ephemeral watercourses) 1000 feet or more (0 points) 20 points Ranking Score (Total 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 \(\square\) offsite \(\square\) If offsite, name of facility_ (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered. No 🖂 Yes 🗌 If yes, show depth below ground surface ft and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations. CLOSURE Additional Comments RCVD JUL25'07 MIL CONS. DIV. DICT O I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit , or an (attached) atternative OCD-approved plan . Date _07/24/07 Printed Name/Title John Clark, District Superintendent Signature Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations Deputy Oil & Gas Inspector, Approval: District #3 DAAUG 3 0 2007 Signature \mathcal{D} Printed Name/Title

KOCH EXPLORATION COMPANY LLC Quinn 341 S19, T31N, R8W 1550' FSL & 790' FWL - ELEVATION 6020'



QUINN 341

S19 T31N R8W, 1550' FSL & 790' FWL San Juan Co., New Mexico API No. 30-045-28453 Lease SF 078511

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.

June 25, 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.