District I 1625 N. French Dr , Hobbs, NM 88240 District II 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

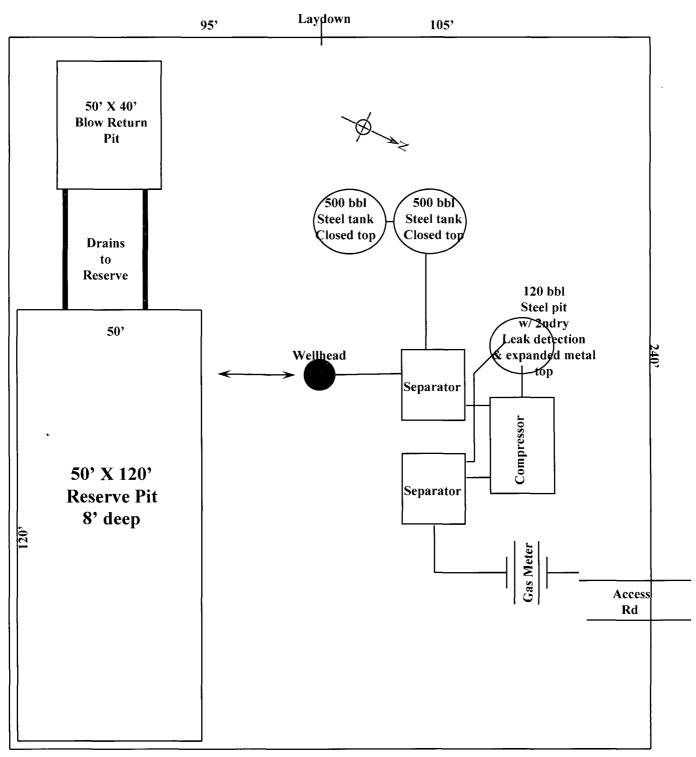
Form C-144 June 1, 2004

office

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes No of action. Registration of a pit or below-grade tank.

Type of action. Registration of a pit of	or below-grade lank [] Closure of a pit of below-gra	uc tank
Operator: Koch Exploration Company, LLC Telephone (505) 334-9111 e-mail addressclark23j@kochind com or johnso4d@kochind com		
Address: PO Box 489, Aztec, NM 87410		
Facility or well name: Hunsaker 725 API # 30	1-045-27628 U/L or Qtr/Qtr N	Sec <u>26 T 31N R 9W</u>
County San Juan Latitude	36.51.906 Longitude 107.45.2	<u>46</u> NAD 1927 ☐ 1983 ☐
Surface Owner Federal ⊠ State ☐ Private ☐ Indian ☐ RCVD NOV 20 '07		
<u>Pit</u>	Below-grade tank	OIL CONS. DIV.
Type Drilling Production Disposal	Volumebbl Type of fluid	
Workover ☑ Emergency □	Construction material.	
Lined 🛛 Unlined 🗍	Double-walled, with leak detection? Yes If not, explain why not.	
Liner type Synthetic ⊠ Thickness <u>12</u> mil Clay □		
Pit Volumebbl		
	Less than 50 feet	(20 points)
Depth to ground water (vertical distance from bottom of pit to seasonal	50 feet or more, but less than 100 feet	(10 points)
high water elevation of ground water.)	X 100 feet or more	(0 points) 0 points
	A 100 feet of more	(o points) o points
Wellhead protection area (Less than 200 feet from a private domestic	Yes	(20 points)
water source, or less than 1000 feet from all other water sources)	X No	(0 points) 0 points
	X Less than 200 feet	(20 points) 20 points
Distance to surface water (horizontal distance to all wetlands, playas,	200 feet or more, but less than 1000 feet	(10 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	1000 feet or more	(0 points)
	Too leet of more	
	Ranking Score (Total Points)	20 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 (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 surfaceft and attach sample results		
(5) Attach soil sample results and a diagram of sample locations and excavations		
Additional Comments: CLOSURE		
	<u> </u>	
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 of an (a tached) alternative OCD-approved plan.		
has been win be constructed or closed according to MMOCD guidennes , a general point \(\subseteq \) and an (attached) after harve OCD-approved plan		
Date 11/16/07		
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	Signature Bal Full	DEC 0 3 2007
Printed Name/Title District # C	Signature DH DH	Date

KOCH EXPLORATION COMPANY Hunsaker 725 S26, T31N, R9W 1050' FSL & 1355' FWL - ELEVATION 6048'



Hunsaker 725

S26, T31N, R09W, 1050' FSL & 1355 FWL San Juan Co., New Mexico API No. 30-045-27628 Lease SF078506

Upon completion of deepening 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.

October 12, 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 reseeded on October 31, 2007 with recommended BLM seed mixture.