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.

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### 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 hability 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 nameJicarilla C #2E
API Number30-039-22314OCD Permit Number
U/L or Qtr/Qtr I Section 14 Township 26N Range 05W County Rio Arriba
Center of Proposed Design: Latitude36 484640Longitude107.322980 NAD: ☐ 1927 ☒ 1983
Surface Owner:  Federal State Private Tribal Trust or Indian Allotment
2.
Pit: Subsection F or G of 19 15.17 11 NMAC   Temporary   Drilling   Workover   Permanent   Emergency   Cavitation   P&A   PECEIVED   PRECEIVED   PRE
☐ 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 Thicknessmil LLDPE HDPE PVC Other
Liner Seams: Welded Factory Other
Below-grade tank: Subsection I of 19 15.17 11 NMAC  Volume:95 bbl Type of fluidPrimarily 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 \( \Delta \) Other electronic monitoring
Liner type: Thickness mil
5  Alternative Method:  Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

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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, institution or church)	hospital,
Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate Please specify 42" Hog-wire fence with 2 strands barbed-wire on top	
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 of	office for
consideration of approval.	office for
Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval	<u></u>
10 Civil Civil ( ) 10 17 17 10 NP ( ) C	
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	table source
material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate the control of t	priate district
office 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 dryi	
above-grade tanks associated with a closed-loop system.	paus 01
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	🛛 Yes 🗌 No
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	☐ Yes ☒ No
(Applies to temporary, emergency, or cavitation pits and below-grade tanks)	□ NA
- Visual inspection (certification) of the proposed site, Aerial photo, Satellite image	
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	☐ Yes ☑ No ☐ NA
<ul> <li>(Applies to permanent pits)</li> <li>Visual inspection (certification) of the proposed site, Aerial photo, Satellite image</li> </ul>	
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock	☐ Yes 🛭 No
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	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	☐ Yes ⊠ No
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.	☐ Yes ⊠ No
- 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	☐ Yes ⊠ No
Within an unstable area.	☐ Yes ⊠ No
- Engineering measures incorporated into the design, NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society, Topographic map	
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  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 17.11 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
<u>Proposed Closure</u> : 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 Instructions: Please indentify the facility or facilities for the disposal of liquids facilities are required.	d Steel Tanks or Haul-off Bins Only: (19.15.17.13 D., drilling fluids and drill cuttings. Use attachment if n	NMAC) nore than two
Disposal Facility Name.	Disposal Facility Permit Number.	
Disposal Facility Name:		
Will any of the proposed closed-loop system operations and associated activities o ☐ Yes (If yes, please provide the information below) ☐ No		
Required for impacted areas which will not be used for future service and operated.  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.	te requirements of Subsection H of 19.15 17 13 NMAC n I of 19 15.17.13 NMAC	
Sting 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 requested an exception which must be submitted to the Santa Fe Environment demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC	e closure plan. Recommendations of acceptable sour ire administrative approval from the appropriate distr al Bureau office for consideration of approval. Justij	ict 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 s lake (measured from the ordinary high-water mark).  - Topographic map, Visual inspection (certification) of the proposed site	ignificant watercourse or lakebed, sinkhole, or playa	Yes No
Within 300 feet from a permanent residence, school, hospital, institution, or churchy Visual inspection (certification) of the proposed site, Aerial photo, Satell		☐ Yes ☐ No
Within 500 horizontal feet of a private, domestic fresh water well or spring that le watering purposes, or within 1000 horizontal feet of any other fresh water well or - NM Office of the State Engineer - iWATERS database, Visual inspection	spring, in existence at the time of initial application	Yes No
Within incorporated municipal boundaries or within a defined municipal fresh was adopted pursuant to NMSA 1978, Section 3-27-3, as amended  - Written confirmation or verification from the municipality; Written approximately		Yes No
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map, Vis	sual 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-Minus	ng and Mineral Division	Yes No
<ul> <li>Within an unstable area</li> <li>Engineering measures incorporated into the design, NM Bureau of Geold Society; Topographic map</li> </ul>	gy & 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 by a check mark in the box, that the documents are attached.  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements 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 I drill cuttings or in case on-site closure standards cann in 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, acc	curate and complete to the best of my knowledge and belief
Name (Print)Ronnie L Young	
Signature: Lame L Dang	Date 33210
e-mail addressryoung@enervest net	Telephone:713-495-6530
OCD Approval: Permit Application (including closure plan) Closure	e Plan (only) OCD Conditions (see attachment)
OCD Representative Signature:	Approval Date: 2/14/11
OCD Representative Signature:  Title: Ompliana O Hiar	OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsected Instructions: Operators are required to obtain an approved closure plan prior The closure report is required to be submitted to the division within 60 days a section of the form until an approved closure plan has been obtained and the	or to implementing any closure activities and submitting the closure report.  of the completion of the closure activities. Please do not complete this
22.  Closure Method:  Waste Excavation and Removal On-Site Closure Method Alte  If different from approved plan, please explain.	rnative Closure Method   Waste Removal (Closed-loop systems only)
Closure Report Regarding Waste Removal Closure For Closed-loop System Instructions: Please indentify the facility or facilities for where the liquids, at two facilities were utilized.  Disposal Facility Name:  Disposal Facility Name  Were the closed-loop system operations and associated activities performed on Yes (If yes, please demonstrate compliance to the items below) No Required for impacted areas which will not be used for future service and operations.	Disposal Facility Permit Number  Disposal Facility Permit Number  or in areas that will not be used for future service and operations?
☐ Site Reclamation (Photo Documentation) ☐ Soil Backfilling and Cover Installation ☐ Re-vegetation Application Rates and Seeding Technique	
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 closur)  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  Lon	re)
Operator Closure Certification:	
I hereby certify that the information and attachments submitted with this closure belief. I also certify that the closure complies with all applicable closure require	
Name (Print).	Title
Signature	Date:
e-mail address	Telenhone

### 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 Rio Arriba 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 C #2E API No: 30-039-22314

Location: UL I, Sec 14, 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 C #2E

### API No. 30-039-22314

### 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)	NO - Dry Wash 180' East	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'

123 001	10	
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.

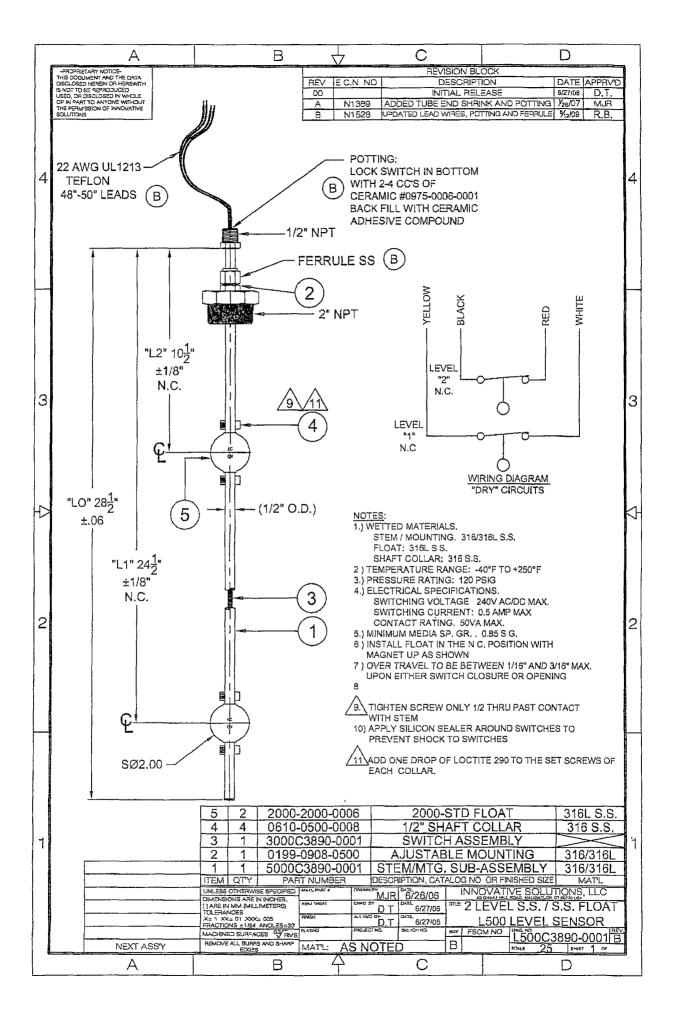
EV will ensure the fluid levels of tanks will be monitored by automatic high level alarms at 24" from the top and shut-off devise at 10 1/2 inches from the top of the tank. The tanks will be also equipped with a manual shut-off valve in the event it is needed. Please see design specification sheet of 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.



### 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.

Table FF (SE FD SIG							
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. <del>6</del> 9)	40 (1.00) 36 (0 91)	60 (1.50) 54 (1.40)	80 (2.00)	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	20-3.0
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 DIM	ENSIONS	* . =		£ 1	
Roll Length <sup>(2)</sup> , ft (m)			1,120 (341)	870 (265)	560 (171)	430 (131)	340 (104)
Rolf Width <sup>(2)</sup> , ft (m)			22.5 (6.9)	22.5 (6.9)	22 5 (6 9)	22.5 (6 9)	
Roll Area, ft² (m²)	•		25,200 (2,341)	19,575 (1,819)	12,600 (1,171)	9,675 - (899)	7,650 (711)

- NOTES

  \* 10 Dispersion 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 = 1%.
- GSE HD is available in rolls weighing approximately 3,900 lb (1,769 kg)
   All GSE geomemoranes 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 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 C #2E API 30-039-22314

The above referenced well is located at UL I, Sec 14, 26N, 05W at an elevation of 6713. Surface casing was set to a depth of 345' or at a depth of 6368'.

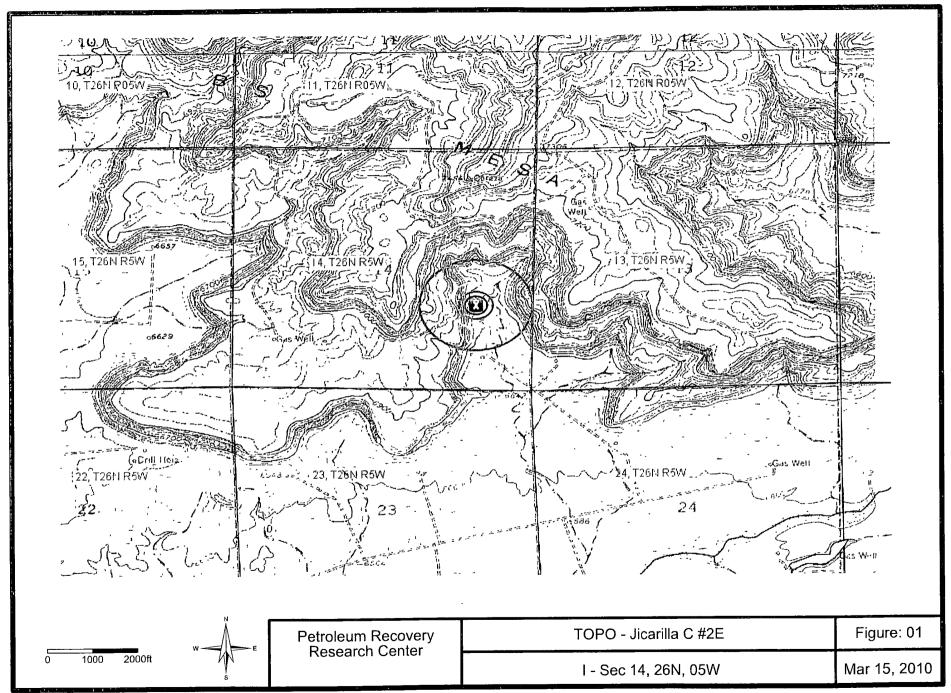
According to the Office of State Engineer, the closest water well drilled was RG 81026 about 4 miles NE of our location. Drilled to 468 feet at an unknown elevation, it shows water encountered at 186 feet.

In 1958, the Jicarilla #10G (30-039-06444) was drilled about 1100 feet SE of our location. It was at an elevation of 6695 with no indication of water being encountered. Surface casing was set at 92 feet which would be at 6603. This would be 235 feet above than our well. We believe that the sand and limestone will prevent any migration of fluids.

The groundwater at our well site would be greater than 100 feet at a minimum. This should allow ample protection for any groundwater in the area.

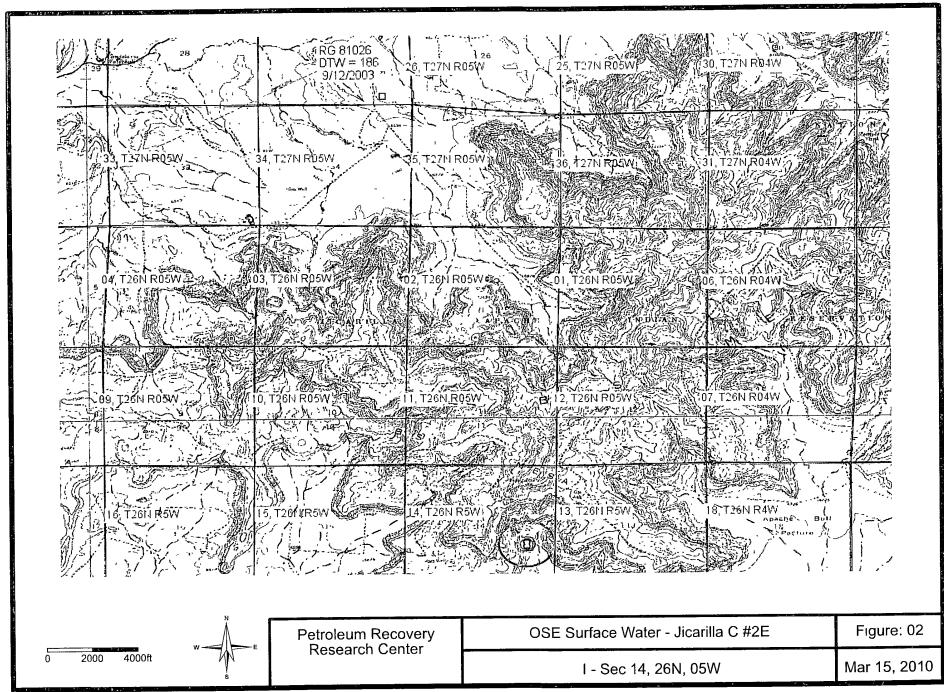
### Appendix 01

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:

RG 81026

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 72121 2003-09-02 PMT LOG PRC RG 81026

3

Point of Diversion

(NAD83 UTM in meters)

T

Q Q Q
Pod Number Source 6416 4 SecTws Rng

 Source
 6416 4 Sec Tws Rng
 X
 Y Other Location Desc

 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 Y

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

09/16/2003

Log File Date: 1

10/01/2003

**PCW** Received Date:

Pipe Discharge Size:

Pump Type: Casing Size:

5 00

Estimated Yield:

3

Depth Well:

460 feet

Depth Water:

186 feet

Water Bearing Stratifications:

Top Bottom Description

Description

195 Sandstone/Gravel/Conglomerate

180 430

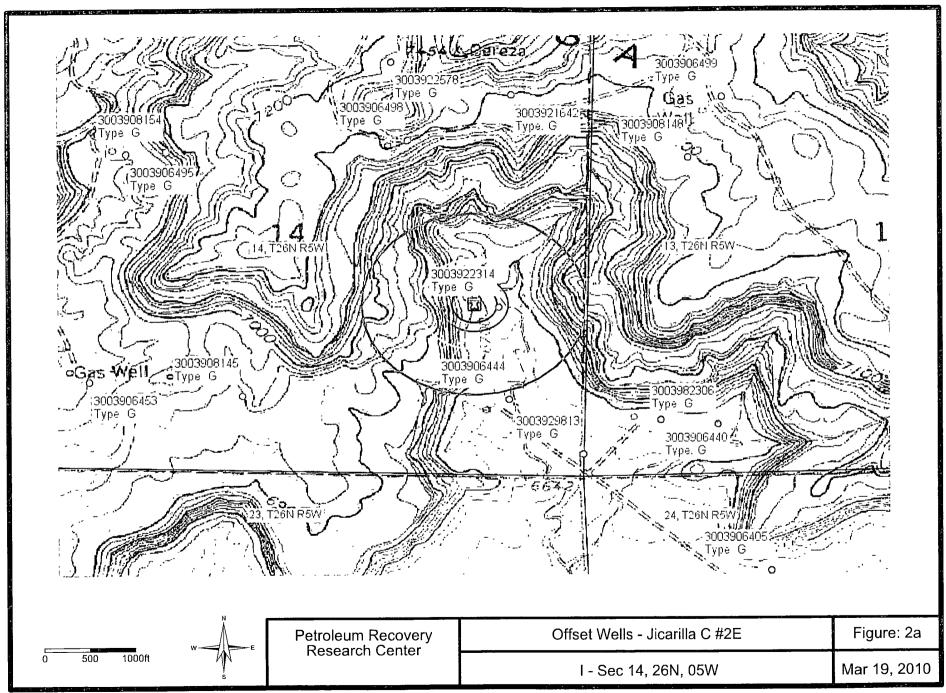
460 Sandstone/Gravel/Conglomerate

Casing Perforations:

Top Bottom

412

452



## 06444

### NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe. New Mexico

(Form C-104) Ravised 7/1/57

### REQUEST FOR (GAS) ALLOWABLE

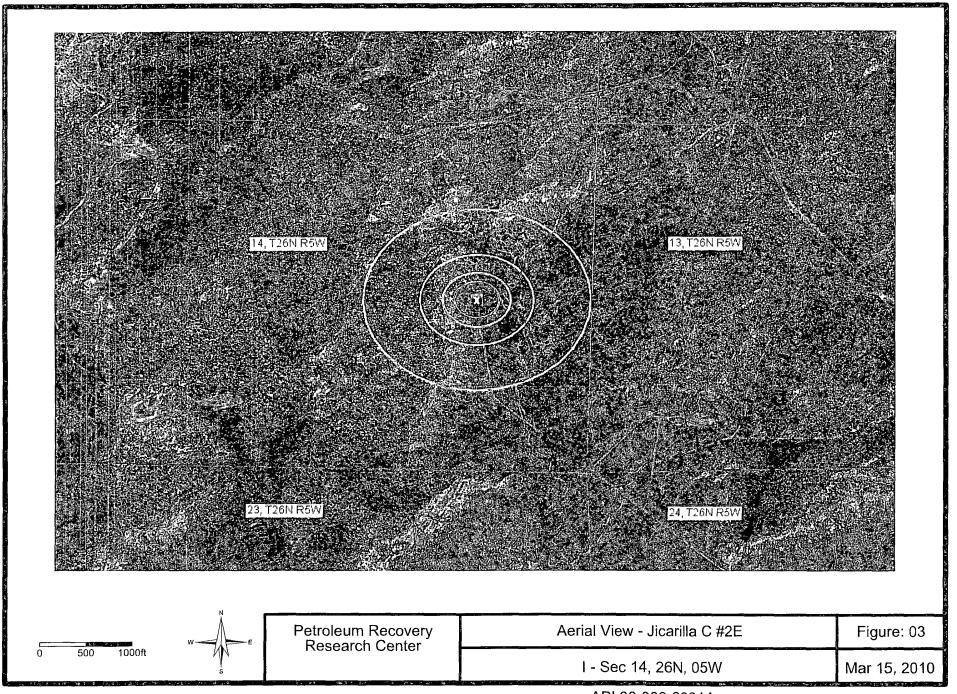
New Well

This form shall be submitted by the operator before an initial allowable will be assigned to any completed Oil or Gas well. Form C-104 is to be submitted in QUADRUPLICATE to the same District Office to which Form C-101 was sent. The allowable will be assigned effective 7:00 A.M. on date of completion or recompletion, provided this form is filed during calendar month of completion or recompletion. The completion date shall be that date in the case of an oil well when new oil is delivered into the stock tanks. Cas must be reported on 15.025 psia at 60° Fahrenheit.

					Farmington,	New Nex	ico 1	1-12-58
VE ARE H	IEREBY RE	OUESTU	NG AN ALLO	WARLE FO	(Place) R A WELL KNO	WN AS:		(Date)
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[Con	mpany or Ope , Sec	rator)		(Lease)	, NMPM., <b>8</b>			•
Uan La	HAT.				8-4-58			
	e indicate lo		Elevation	6695	Total I	Depth	7рвто	3337
D	C B	A	Top Oil/Gas P	<sub>ay</sub> 3254	Name of	Prod. Form	Pictured	Cliffs
		-	PRODUCING INT			_		
E	F G	H	Perforations	3264	-76', 3286- Depth	<u>32981, 3</u>	308-181 Depth	7701
					Depth Casing	Shoe 331	Tuting_	3321
L	KJ	I	OIL WELL TEST					Choke
					bbls.oil,			
M	N O	P			e Treatment (after		•	Chalia
l		x			bls,oil,	DDIS water in	hrs,	min. Size
			GAS WELL TEST					
	tn- and Cana	ting Page	-		MCF/Day		Choke	Size
Size	ing and Come: Feet	Sax		- •	back pressure, etc. e Treatment: 2:			3
			•		of Testing:			flowed
<b>-5/8</b> "	92	70	=======================================	,	or reserve			
-1/2 <sup>n</sup>	3377	100	-		(Give amounts of m			water, oil, and
-1/4 <sup>#</sup>	3314	Co	sand): Casing	Tubing	Date first n	ew	F BELLO	
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tle Fuper	rvisor Dist. 7	<b># 3</b>			Send (	Communicatio		en to:
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					Address Box	997, Far	aington,	New Mexic

### Appendix 03

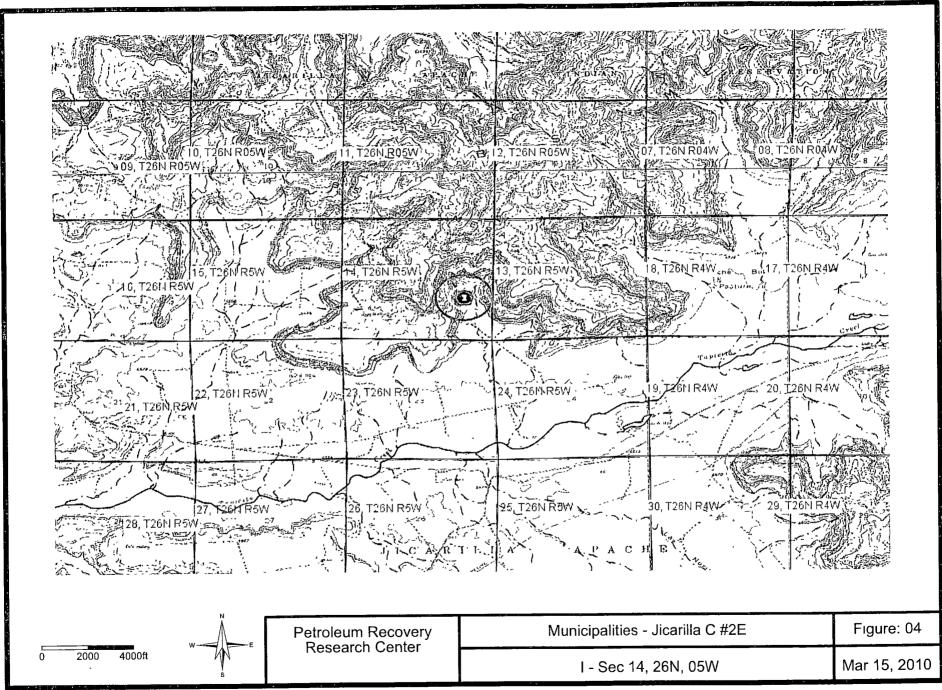
Aerial Photo



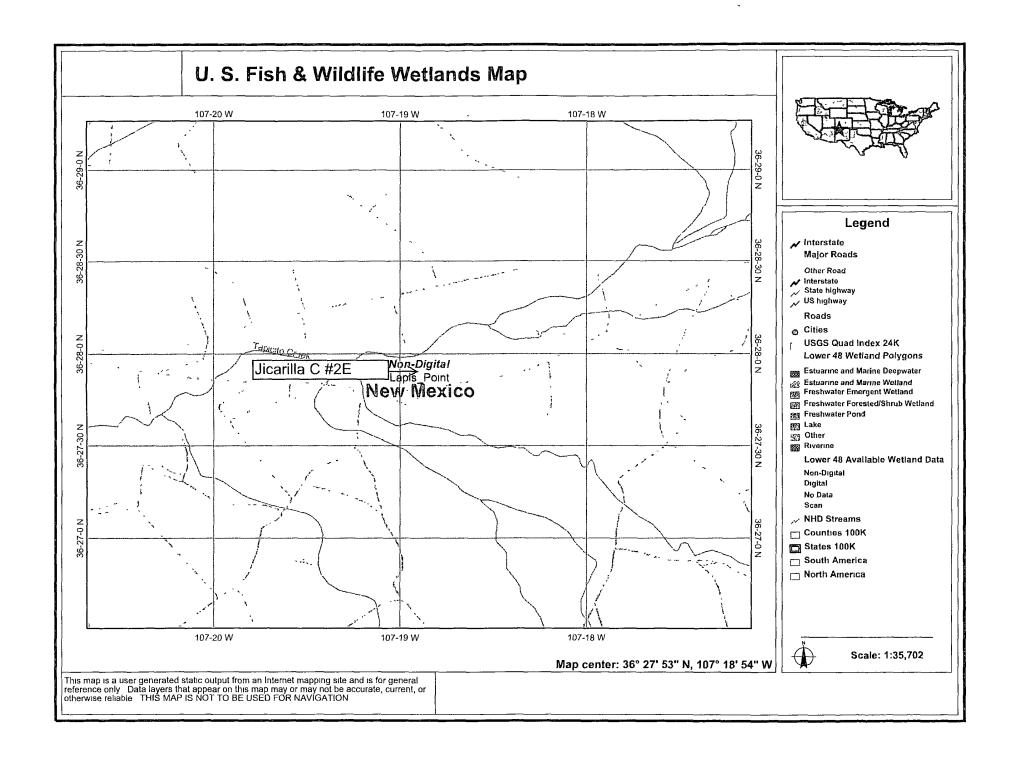
API 30-039-22314

### Appendix 04

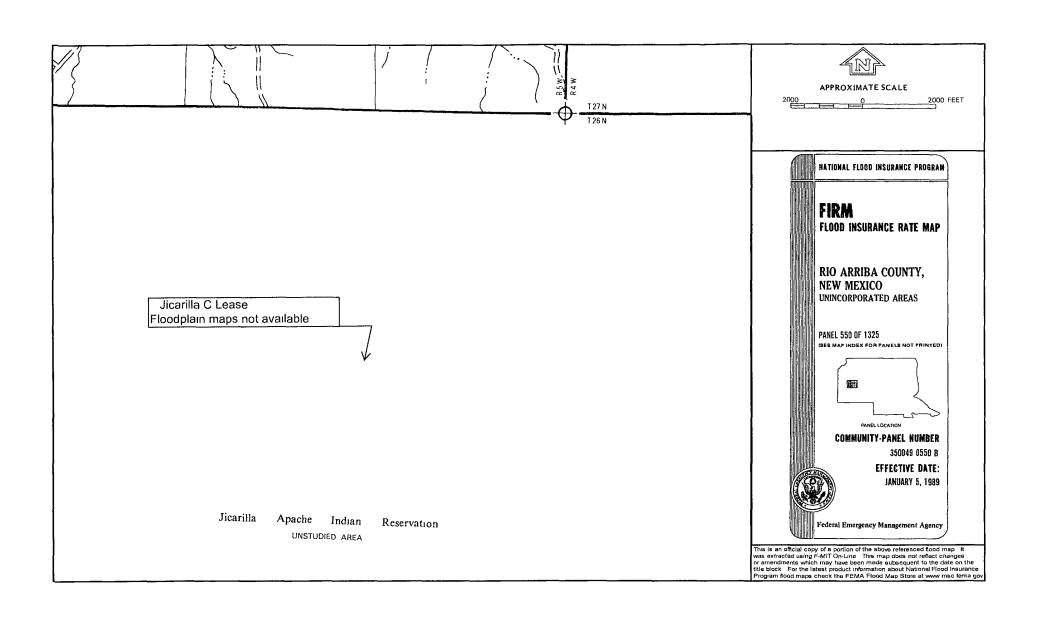
Municipality Boundary Map



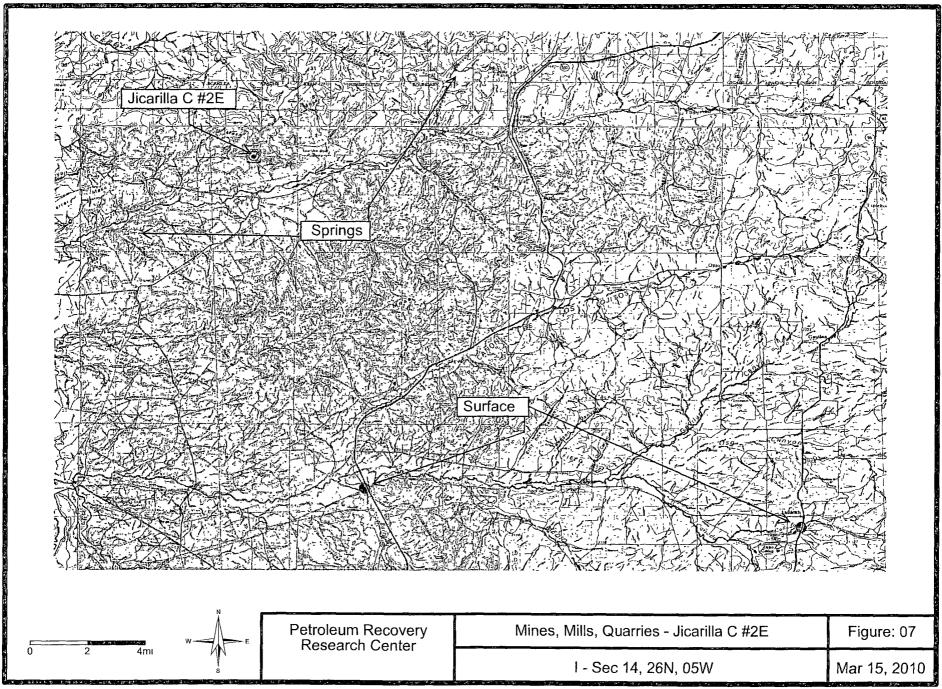
U.S. Fish & Wildlife Wetland Identification Map



FEMA 100-year Floodplain Map



Mines, Mills, & Quarires Map



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

### **ENERVEST OPERATING LLC**

Jicarilla C 002E-DK/MV

Below Grade Tank
Observed Sitting Requirements

Lease Name & Well Number

API No.	3003922314				
Observed by	ROY GREENE				
Date Observed September 1		2009			
GPS	36.48464			107.32298	
MEASURED FROM THE BELOW-GRADE TANK	<b>K</b> :	Yes	No	If not within limits, explain:	
Continiously flowing water course > 300ft.		Х		1	-
Signigicant Watercourse, lakebed, sinkhole o playa lake> 200 feet	r		Х	dry wash 180ft east of Pit	-
Permanent Residence> 200 feet		Х		<u> </u>	_
School > 200 feet		X			
Hospital >200 feet		х		<u> </u>	_
Institution or Church> 200'		Х			_
Private, domestic fresh water well or		X		1	-
spring> 500 feet				•	
Any other fresh water well or spring> 1000 fe	eet	Х			_
Within incorporated municipal boundary of defined municipal fresh water field			Х	<u> </u>	_
remied mandibarness water nea					
Wetland area > 500 feet		Х			
Overlying a subsurface mine			X		

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

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR **GEOLOGICAL SURVEY**

REQUEST FOR APPROVAL TO:

TEST WATER SHUT-OFF

PULL OR ALTER CASING

MULTIPLE COMPLETE CHANGE ZONES ABANDON\* (other)

FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL

UNITED STATES  DEPARTMENT OF THE INTERIOR  GEOLOGICAL SURVEY	5. LEASE Contract 108 6. IF INDIAN, ALLOTTEE OR TRIBE NAME
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or plug back to a different eservoir, Use Form 9-331-C for such proposals.)	7. UNIT AGREEMENT NAME  8. FARM OR LEASE NAME
1. oil gas x x other  2. NAME OF OPERATOR	Jicarilla "C"  9. WELL NO. 2E
Tenneco Oil Company 3. ADDRESS OF OPERATOR 720 S. Colo. Blvd., Denver, CO:80222	10. FIELD OR WILDCAT NAME Blanco Mesaverde/Basin Dakota 11. SEC., T., R., M., OR BLK. AND SURVEY OR
4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.) AT SURFACE: AT TOP PROD. INTERVAL: AT TOTAL DEPTH:	AREA Sec. 14; T26; R5W  12. COUNTY OR PARISH Rio Arriba New Mexico
6. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA	14. API NO.  30.039.223/4  15. ELEVATIONS (SHOW DF, KDB, AND WD)
ACCUSED FOR ARRESTAL TO AUROSOMENT REPORT OF	6713 GR

(NOTE. Report results of multiple completion or zone

change on Form 9-330)

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.)\*

7/13-7/22/80

Spudded 12 1/4" hole on 7/13/80 @ 1:00pm and drilled to 34% 9 5/8" 36# K-55 csg @ 345. Cmt w/200 sx Class B and 2% CACL 5 bbls cmt. Reduced hole to 8 3/4" and continued drilling.

SUBSEQUENT REPORT OF:

X

Subsurface Safety Valve: Manu, and Type. certify that the foregoing is true and correct 8/14/80 -Asst. Div. Admin. Manager (This space for Federal or State office use) ACCEPTED FOR PECORD APPROVED BY CONDITIONS OF APPROVAL, IF ANY

AUG 21 1980

FARMINGTON DISTRICT

See Instructions on Reverse Side

### OIL CONSERVATION DIVISION

### STATE OF NEW MEXICO ENERGY AND MINERALS DEFARTMENT

1320 1650

2310

#### PO BOX 7088 SANTA FE, NEW MEXICO 87501

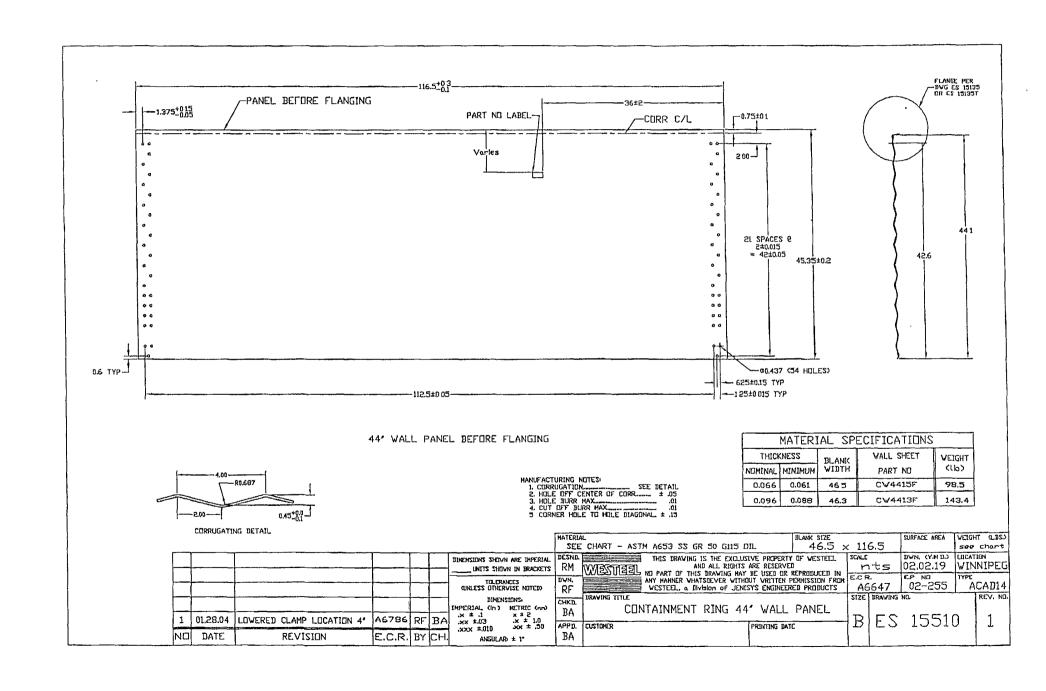
Form C-10? Fevised 10-1-7:

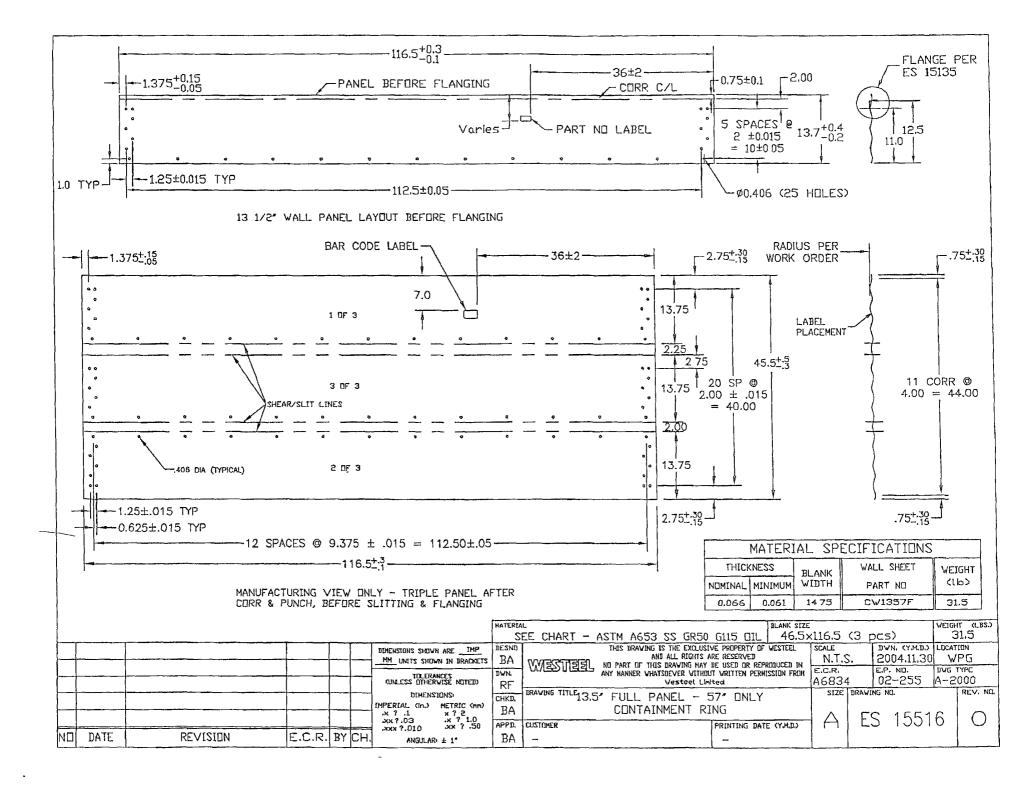
All distances must be from the outer boundaries of the Section Well No. Cherotor Lease 2 E TENNECO OIL COMPANY JICARILLA "C" Township County Unit Letter Section Ronge 26N 5W Rio Arriba Actual Footage Location of Well: 1800 890 South feet from the line and feet from the East Ground Level Elev. Producing Formation Dedicated Acreage: Dakota /Mesa Verde Basin Dakota/Blanco Mesa Verde 6713 320 Acres 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 consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation. ☐ No Yes 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 best of my knowledge and belief. L. FREEMAN Staff Production Analyst Tenneco Oil Company February 1, Sec. 1980 14 CONTRACT # 108 320 ACRES 8901 MAR 2.1 1980 .. Seenilane errance expression Chrompodad oug polity. D'ST. 3 TENNECO 1/4 Date Surveyed 0 CONOCO 1/4 Register ARCO 1/2 Fre Certific

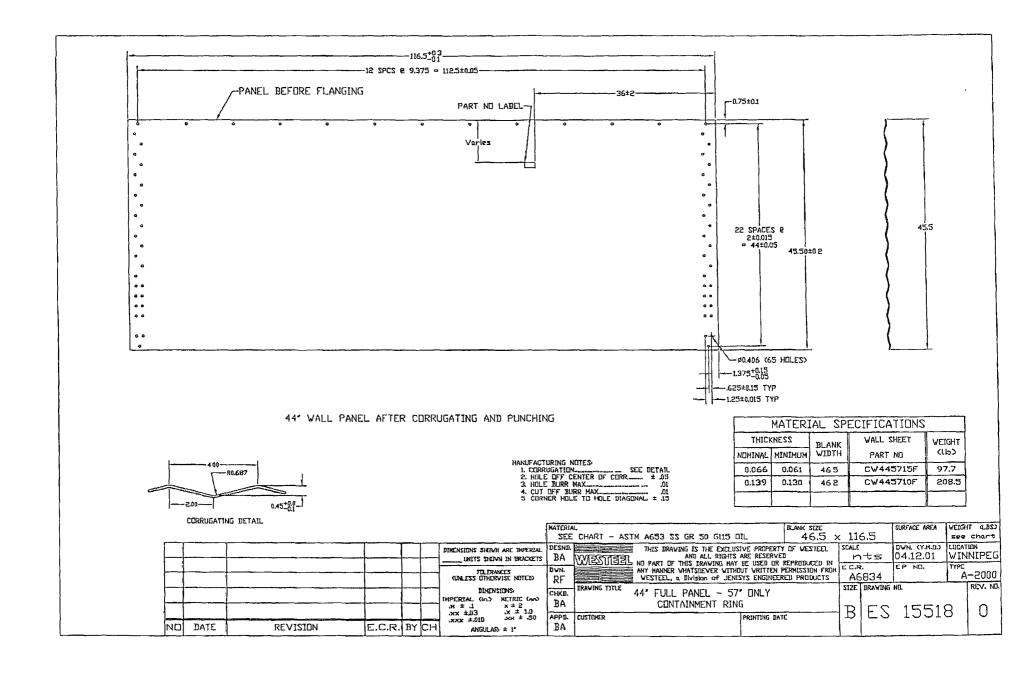
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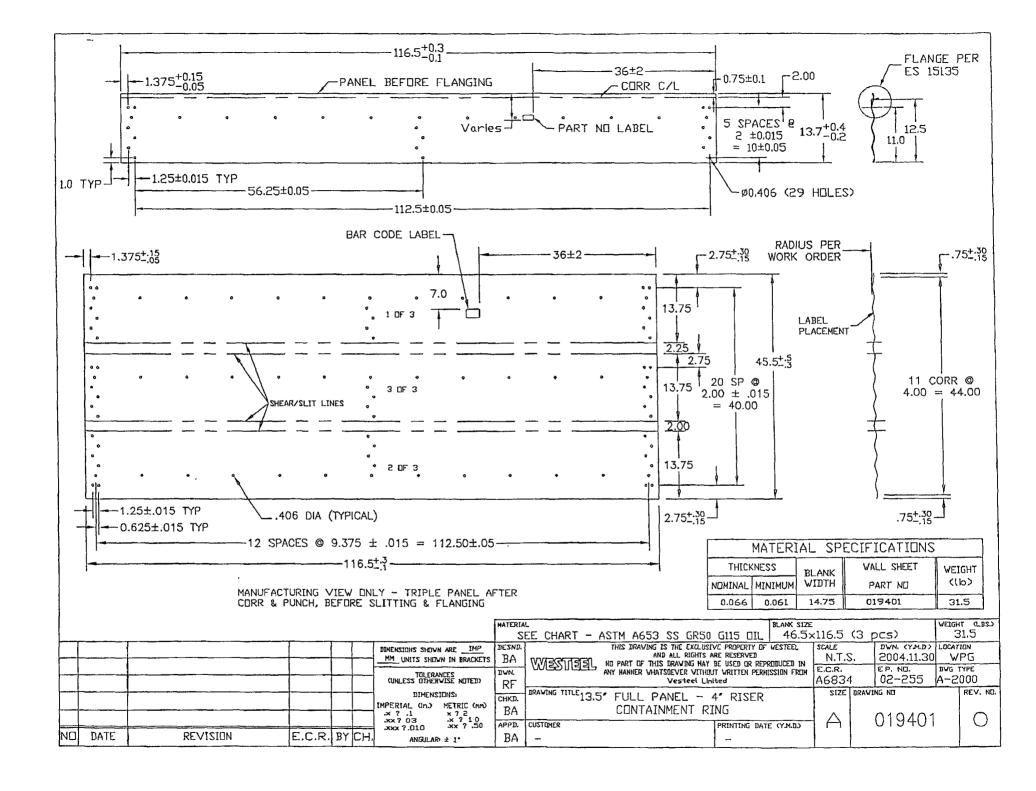
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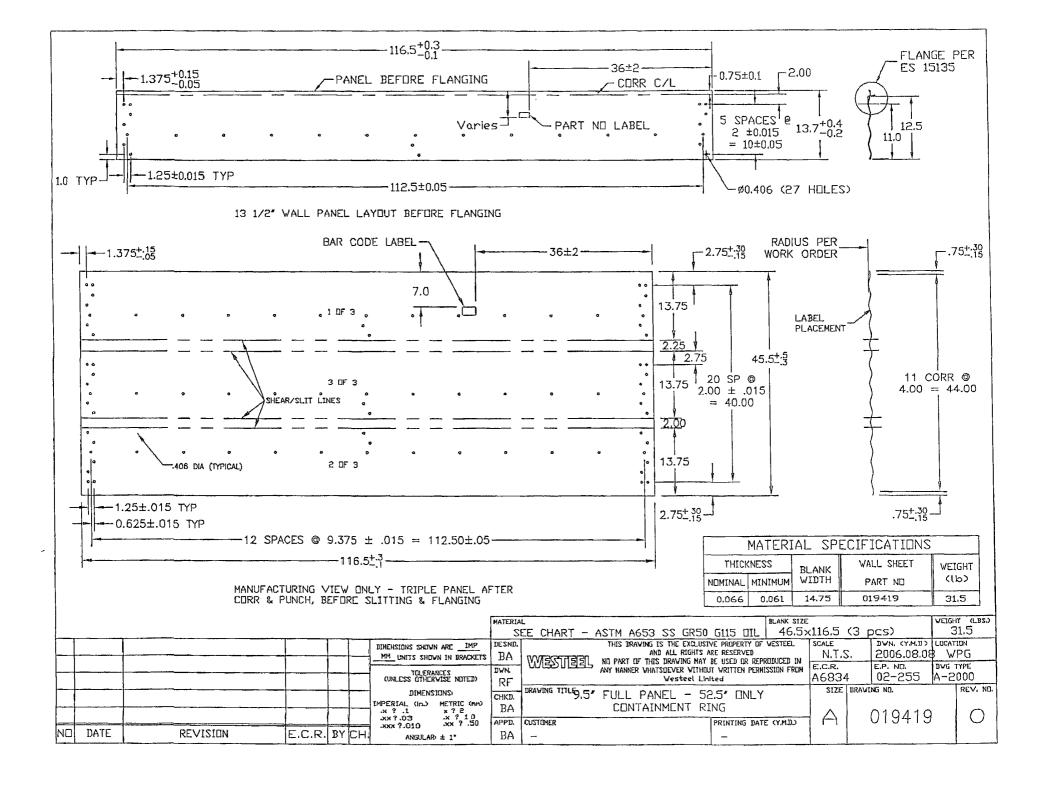
BOO

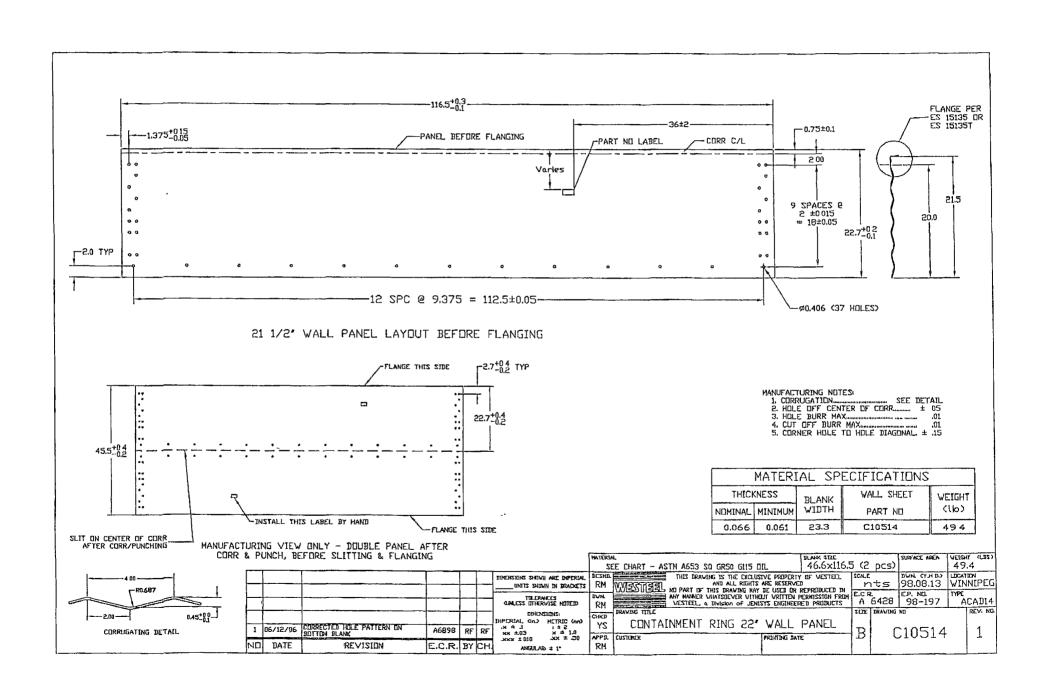


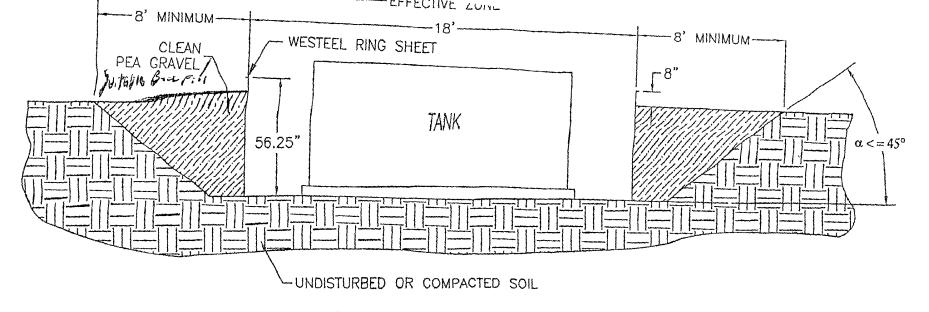








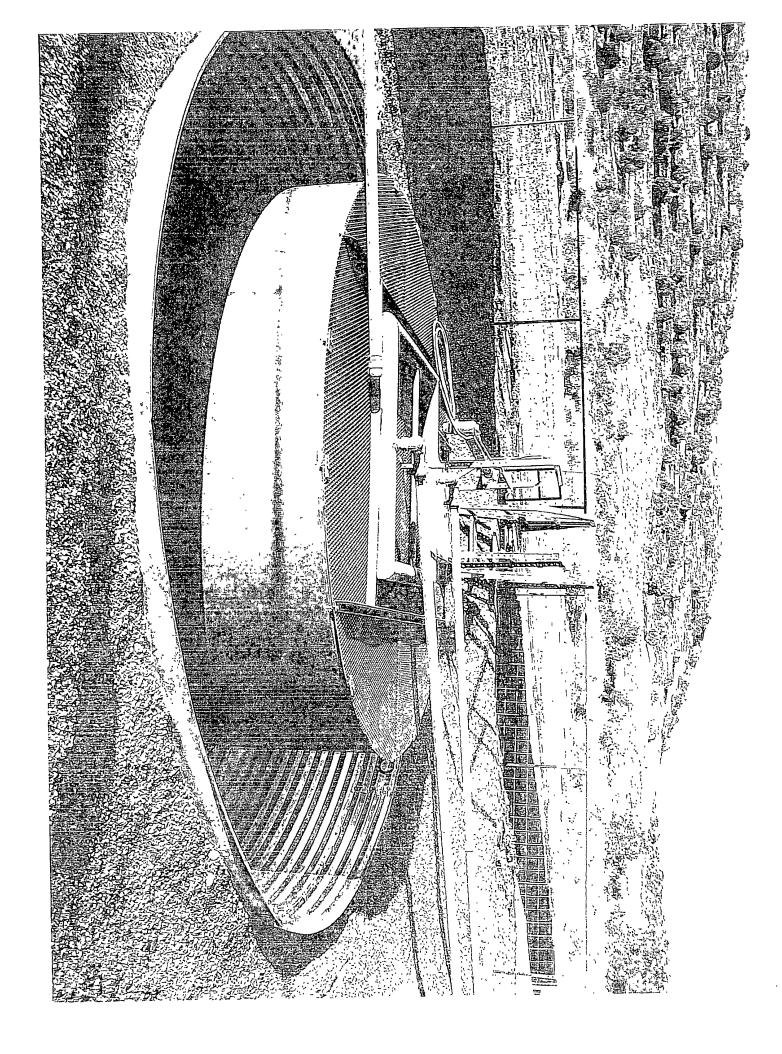


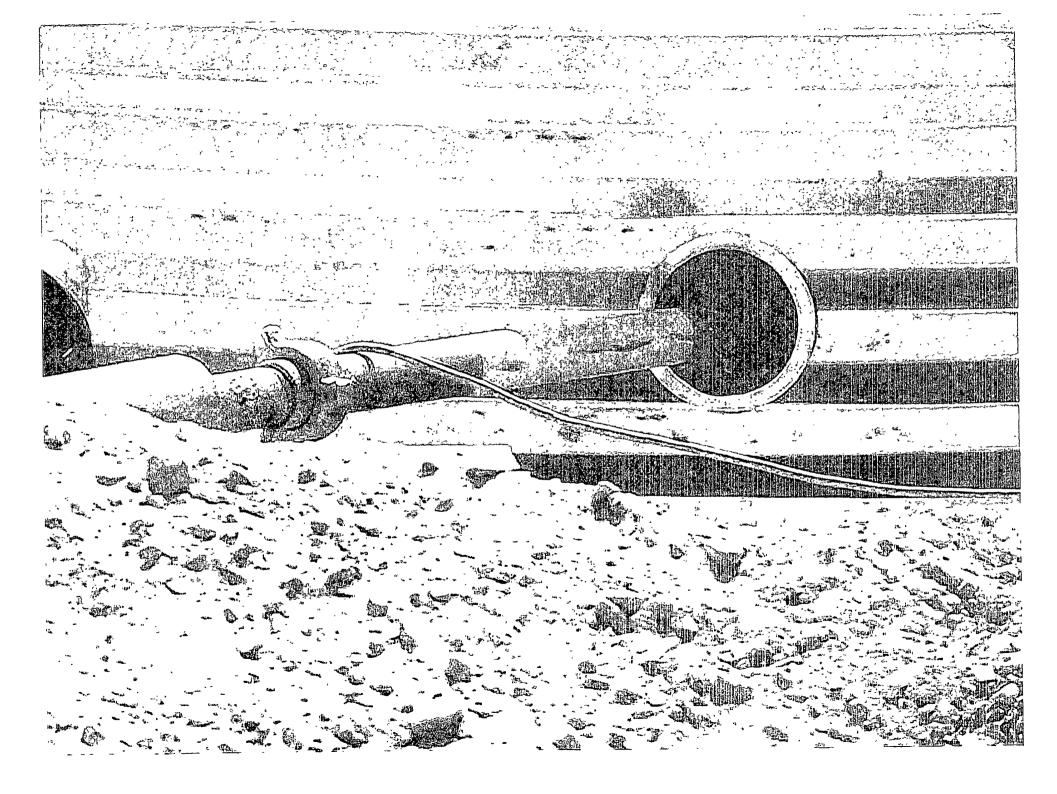


#### INSTALLATION INSTRUCTIONS & SITE REQUIREMENTS

- 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.



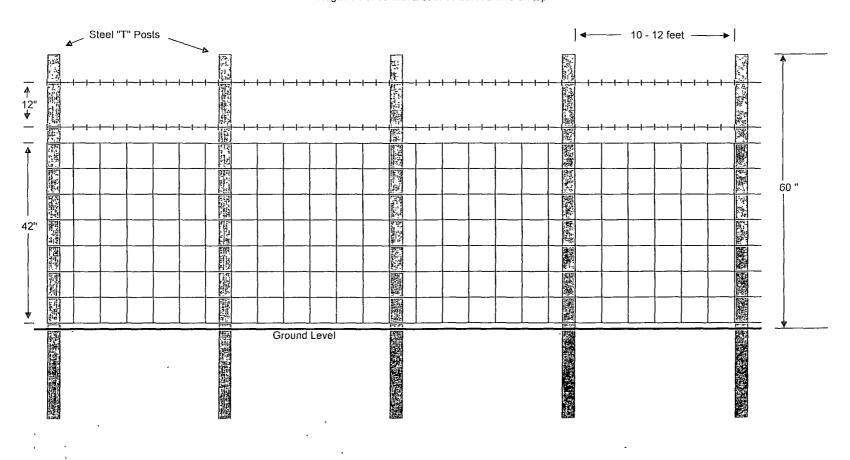


#### **ENERVEST OPERATING, LLC**

#### Proposed Alternative Fencing

#### **Below-Grade Tank Construction**

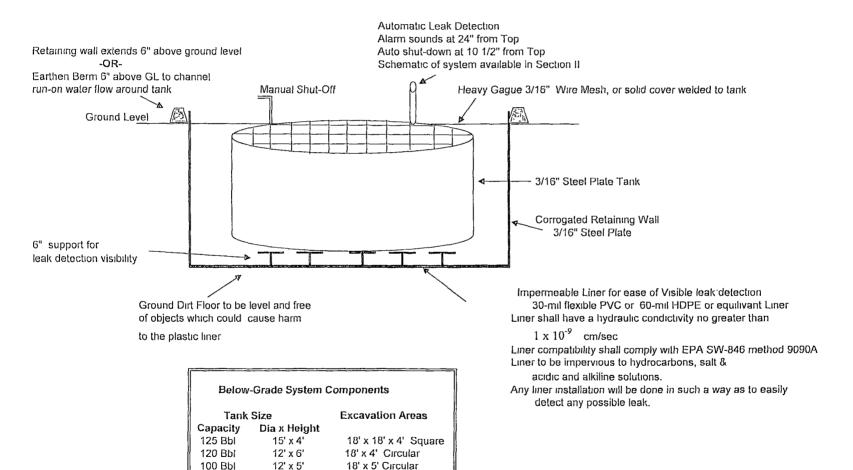
42" Hogwire Fence with 2 strands barbed-wire on top



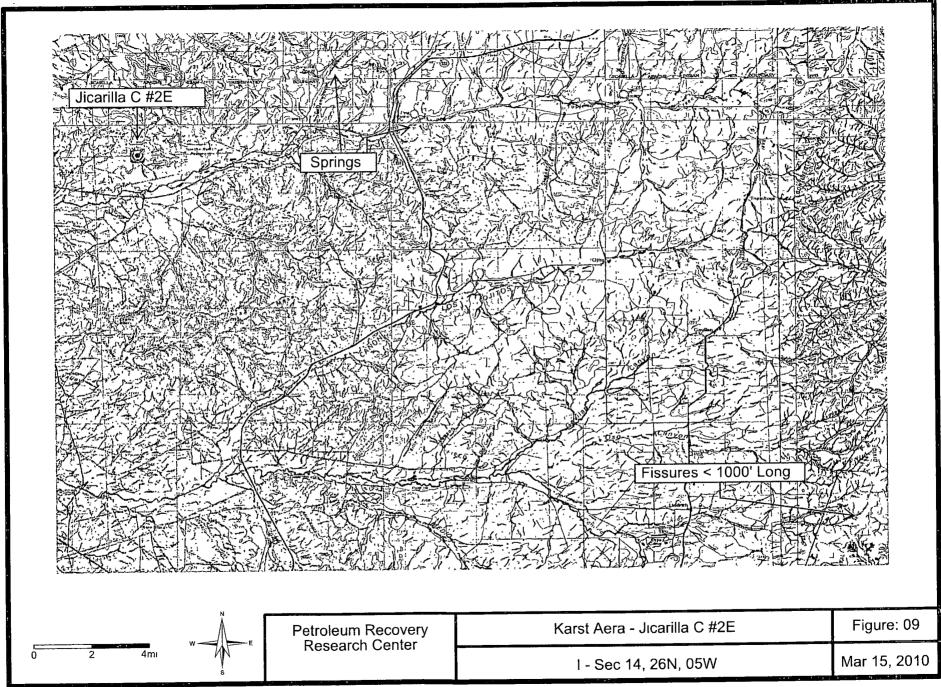


#### **Below-Grade Tank System**

#### Gravity Fed - Produced Water



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



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