

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

Form C-144
July 21, 2008

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.

1559
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

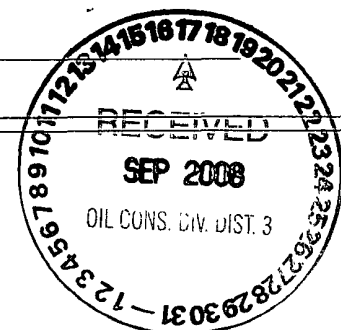
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

Operator: Kimbell Oil Company OGRID #: 12683
Address: 777 Taylor St., Suite P-IIA; Fort Worth, TX 76102
Facility or well name: Devonian Federal 1
API Number: 3004508720 OCD Permit Number: Not Applicable
U/L or Qtr/Qtr K Section 4 Township 29N Range 12W County: San Juan
Center of Proposed Design: Latitude 36.752933 Longitude -108.107888 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
☐ Lined ☐ Unlined Liner type: Thickness _____ mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other _____
☐ String-Reinforced
Liner Seams: ☐ Welded ☐ Factory ☐ Other _____ Volume: _____ bbl Dimensions: L _____ x W _____ x D _____

☐ **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: Thickness _____ mil ☐ 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 fluid: Produced Water
Tank Construction material: Steel tank
☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☒ Visible sidewalls only ☒ Other Secondary containment
Liner type: Thickness _____ mil ☐ HDPE ☐ PVC ☐ Other _____



5. ☐ **Alternative Method:**
 Submission 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, institution or church*)
☒ Four foot height, four strands of barbed wire evenly spaced between one and four feet
☐ Alternate. Please specify _____

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 office for consideration of approval.
☐ Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

10. **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 acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above-grade tanks associated with a closed-loop system.

| | |
|---|--|
| 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 (The attached report indicates a depth to groundwater of 155 ft.) | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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 (2,204.5 ft. per attached topographic map) | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (<i>Applies to temporary, emergency, or cavitation pits and below-grade tanks</i>) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image (The nearest house is a distance of 271.4 ft. from the well site per the attached topographic map and aerial.) | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (<i>Applies to permanent pits</i>) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> NA |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock 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 (The nearest well is 3,451.4 ft. from the well site.) | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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 The included topographical map shows the site is not within the boundaries of a defined municipality or fresh water field | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |
| Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site (The USFWS data file, WetlandsData.kmz, dated July 2, 2008 was opened using Google Earth. No wetlands were noted.) | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |
| Within the area overlying a subsurface mine. | |

| | |
|---|---|
| <p>- Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division Map from the NM EMNRD website shows the site is not overlying a subsurface mine area</p> | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |
| <p>Within an unstable area.</p> <p>- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map The enclosed topographical map shows that the site does not border any fault lines that would make the area unstable</p> | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |
| <p>Within a 100-year floodplain.</p> <p>- FEMA map The enclosed FEMA map shows the site is not within a 100-year flood plain</p> | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |

11. **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: _____

2. **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)*

3. **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 19.15.17.12 NMAC
☐ Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Nuisance or Hazardous Odors, including H₂S, 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

14.

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
☐ AlternativeProposed 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)

15.

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

16.

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.D NMAC)**Instructions:** Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Will any of the proposed closed-loop system operations and associated activities occur on or in areas that *will not* be used for future service and operations?☐ Yes (If yes, please provide the information below) ☐ No

Required for impacted areas which will not be used for future service and operations:

- ☐
- 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

7.

Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC**Instructions:** Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.

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

☐ Yes ☐ No
☐ NA

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.

- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image

☐ Yes ☐ No

Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock 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; Visual inspection (certification) of the proposed site

☐ 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

18. **On-Site 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.*

- ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
- ☐ Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC
- ☐ Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ 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
- ☐ Waste Material Sampling Plan - 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 or in case on-site closure standards cannot be achieved)
- ☐ Soil Cover Design - 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

19. **Operator Application Certification:**

I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.

Name (Print): Jon Stickland

Title: Engineer

Signature: J. M. Stickland

Date: 9/15/2008

e-mail address: jms@kimbelloil.com

Telephone: (817) 335-2591 x 30

20. **OCD Approval:** ☒ Permit Application (including closure plan) ☐ Closure Plan (only) ☐ OCD Conditions (see attachment)

OCD Representative Signature: [Signature]

Approval Date: 3/29/2012

Title: Compliance Officer

OCD Permit Number: _____

21. **Closure Report (required within 60 days of closure completion):** Subsection K of 19.15.17.13 NMAC

Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.

☐ Closure Completion Date: _____

22. **Closure Method:**

- ☐ Waste Excavation and Removal ☐ On-Site Closure Method ☐ Alternative Closure Method ☐ Waste Removal (Closed-loop systems only)
- ☐ If different from approved plan, please explain.

23. **Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:**

Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?

☐ 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:

- ☐ Site Reclamation (Photo Documentation)
- ☐ Soil Backfilling and Cover Installation
- ☐ Re-vegetation Application Rates and Seeding Technique

24. **Closure Report Attachment Checklist:** *Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check 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 closure)
- ☐ 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 _____ Longitude _____ NAD: ☐ 1927 ☐ 1983

5.

Operator Closure Certification:

hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.

Name (Print): _____ Title: _____

Signature: _____ Date: _____

e-mail address: _____ Telephone: _____

Attachments:

iWaters Database Search
Topographical Map
iWaters Database Search
Topographical Map
iWaters Database Search
NM EMNRD Map
Topographical Map
FEMA Map
Below Grade Tank Design and Construction Plan
Below Grade Tank Maintenance and Operating Plan
Below Grade Tank Closure Plan

New Mexico Office of the State Engineer
POD Reports and Downloads

Township: 29N Range: 12W Sections: 4

NAD27 X: Y: Zone: Search Radius:

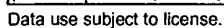
County: SJ Basin: Number: Suffix:

Owner Name: (First) (Last) ☐ Non-Domestic ☐ Domestic ☒ All

AVERAGE DEPTH OF WATER REPORT 09/03/2008

| Bsn | Tws | Rng | Sec | Zone | X | Y | Wells | (Depth Water in Feet) | | |
|-----|-----|-----|-----|------|---|---|-------|-----------------------|-----|-----|
| | | | | | | | | Min | Max | Avg |
| SJ | 29N | 12W | 04 | | | | 3 | 155 | 310 | 212 |

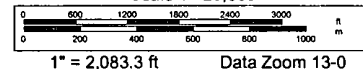
Record Count: 3



www.delorme.com



Scale 1 : 25,000



New Mexico Office of the State Engineer
POD Reports and Downloads

Township: 29N Range: 12W Sections: 4

NAD27 X: Y: Zone: Search Radius:

County: SJ Basin: Number: Suffix:

Owner Name: (First) (Last) Non-Domestic Domestic • All

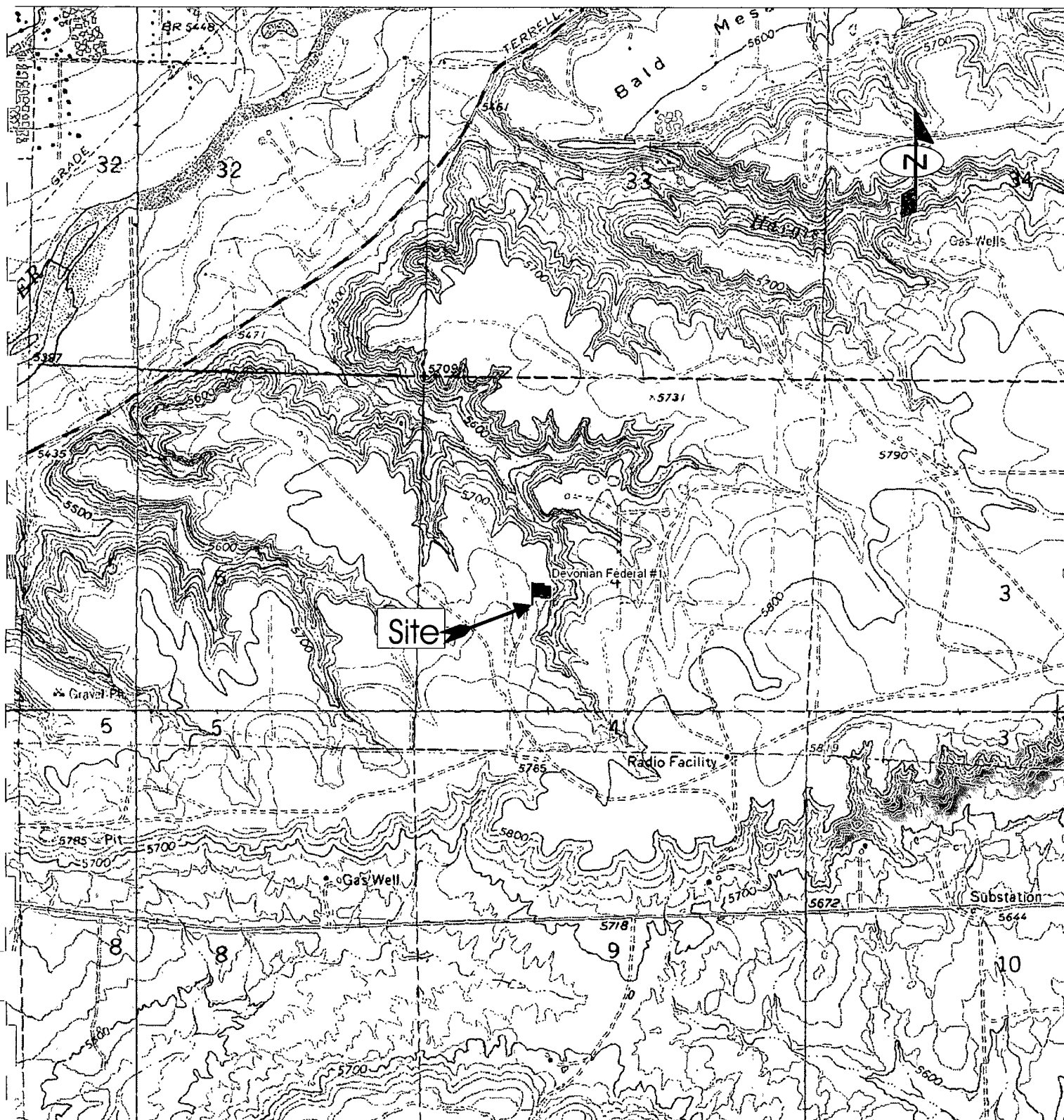
POD / Surface Data Report Avg Depth to Water Report Water Column Report

Clear Form WATERS Menu Help

POD / SURFACE DATA REPORT 09/03/2008

| (acre ft per annum) | | | | | (quarters are 1=NW 2=NE 3=SW 4=SE) | | | | | | | | | | Start | | Finish | Depth | Depth (in feet) | | | |
|---------------------|-----|-----------|-----------------|------------|------------------------------------|-----|-----|-----|---|---|---|---|------|---|-------|----------|---------|------------|-----------------|------|------|-------|
| DB File Nbr | Use | Diversion | Owner | POD Number | Source | Tws | Rng | Sec | q | q | q | q | Zone | X | Y | UTM Zone | Easting | Northing | Date | Date | Well | Water |
| SJ 01031 | DOM | 3 | BOB SAVAGE | SJ 01031 | Shallow | 29N | 12W | 04 | 2 | 1 | | | 13 | | | 223138 | 4072846 | 04/01/1980 | 04/12/1980 | 275 | 172 | |
| SJ 01292 | DOM | 3 | DON R. THOMPSON | SJ 01292 | | 29N | 12W | 04 | 2 | 1 | | | 13 | | | 223138 | 4072846 | | | | | |
| SJ 01504 | DOM | 3 | DON R. THOMPSON | SJ 01504 | Shallow | 29N | 12W | 04 | 2 | 1 | | | 13 | | | 223138 | 4072846 | 06/10/1982 | 06/16/1982 | 180 | 155 | |
| SJ 02851 | DOM | 3 | DARRELL SAVAGE | SJ 02851 | Shallow | 29N | 12W | 04 | 2 | 1 | 1 | | 13 | | | 223037 | 4072945 | 02/03/2000 | 09/06/2000 | 370 | 310 | |

Record Count: 4



Source: Farmington, New Mexico 7.5 Minute U.S.G.S. Topographic Quadrangle Map
 Scale: 1:24,000 1" = 2000'

Kimbell Oil Company of Texas
 Devonian Federal #1
 Section: 4, Twp: 29N, Rng: 12W
 San Juan County, NM

ENVIROTECH INC.

ENVIRONMENTAL SCIENTISTS & ENGINEERS
 5796 U.S. HIGHWAY 64
 FARMINGTON, NEW MEXICO 87401

PHONE (505) 632-0615

Vicinity Map

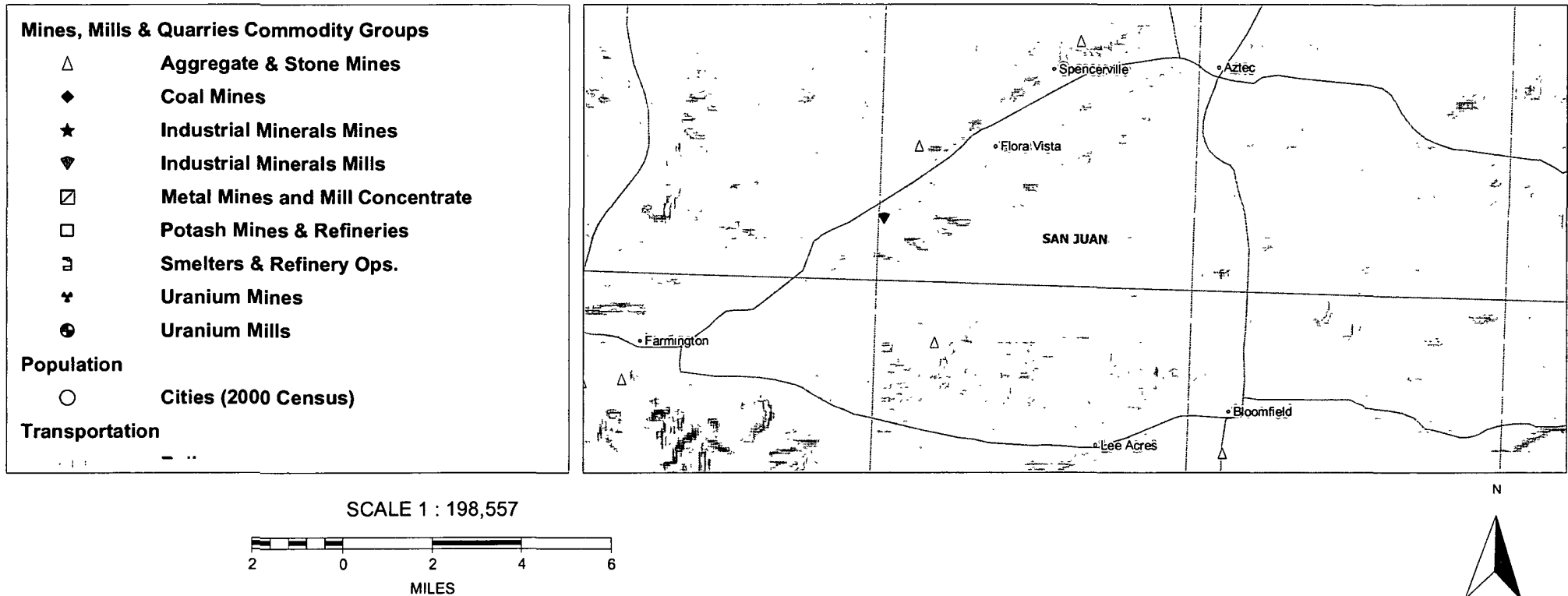
Figure D

DRAWN BY:
 James McDaniel

PROJECT MANAGER:
 Kyle P. Kerr

PROJECT No 06011-0009 Date Drawn: 9/11/08

Devonian Federal #1





lat: 36.752933 lon: -108.107888

Jul 2005

Eye alt 328 ft



DATUM OF 1929. THE USE OF TWO DIFFERENT DATUMS
CREATES MISMATCHES IN BFEs AT TIE-IN LOCATIONS
BETWEEN AREAS SHOWN ON BOTH FIRMS.

Devonian Federal #1

4



APPROXIMATE SCALE IN FEET

1000 0 1000

NATIONAL FLOOD INSURANCE PROGRAM

FIRM
FLOOD INSURANCE RATE MAP

SAN JUAN COUNTY,
NEW MEXICO
(UNINCORPORATED AREAS)

PANEL 510 OF 1450
(SEE MAP INDEX FOR PANELS NOT PRINTED)

COMMUNITY-PANEL NUMBER
3500640510 C

MAP REVISED:
MAY 15, 2002



Federal Emergency Management Agency

This is an official copy of a portion of the above referenced flood map. It was extracted using F-MIT On-Line. This map does not reflect changes or amendments which may have been made subsequent to the date on the title block. For the latest product information about National Flood Insurance Program flood maps check the FEMA Flood Map Store at www.msc.fema.gov

Kimbell Oil Company of Texas

San Juan Basin

Below Grade Tank Design and Construction Plan

In accordance with Rule 19.15.17 the following information describes the design and construction of below grade tanks (BGTs) on Kimbell Oil Company of Texas locations. This will be Kimbell Oil Company of Texas' standard procedure for all BGTs. A separate plan will be submitted for any BGT which does not conform to this plan.

GENERAL PLAN:

1. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, will design and construct a BGT to contain liquids and solids to prevent contamination of fresh water and to protect public health and environment.
2. Kimbell Oil Company of Texas will use a general location sign posted on location. If no general sign is posted, a separate sign at the location of the BGT will be provided.
3. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall construct fencing around the BGT using a four (4) foot hog wire fencing topped with two (2) strands of barbed wire, or with a pipe top rail. A six (6) foot chain link fence topped with three (3) strands of barbed wire will be used if the well location is within 1000 feet of a permanent residence, school, hospital, institution or a church.
4. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, will construct an expanded metal covering on the top of the BGT.
5. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall ensure that a BGT is constructed of materials resistant from damage by sunlight and the BGT's particular contents.
6. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall ensure that the BGT system has a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom.

7. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall not allow a BGT to overflow or allow surface water run-on to enter the BGT.
8. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, will construct and use a BGT that does not have double walls. The BGT side walls will be open for visual inspection for leaks. The BGT bottom is elevated a minimum of six inches above the underlying ground surface and the BGT is underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected.
9. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall equip BGTs designed in this manner with a properly operating automatic high level shut-off control device and manual controls to prevent overflow.
10. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, will ensure that the geomembrane liner consists of 30-mil flexible PVC or 60-mil HDPE liner, or an equivalent liner material that the appropriate division district office approves. The geomembrane liner shall have a hydraulic conductivity no greater than 1×10^{-9} cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidic and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 Method 9090A.
11. The general specification for design and construction is attached as ***Figure C, BGT Design and Construction***

Kimbell Oil Company of Texas

San Juan Basin

Below Grade Tank Maintenance and Operating Plan

In accordance with Rule 19.15.17 the following information describes the operation and maintenance of a Below Grade Tank (BGT) on Kimbell Oil Company of Texas locations. This is Kimbell Oil Company of Texas standard procedure for all BGTs. A separate plan will be submitted for any BGT that Kimbell Oil Company of Texas possesses, which does not conform to this particular plan.

GENERAL PLAN:

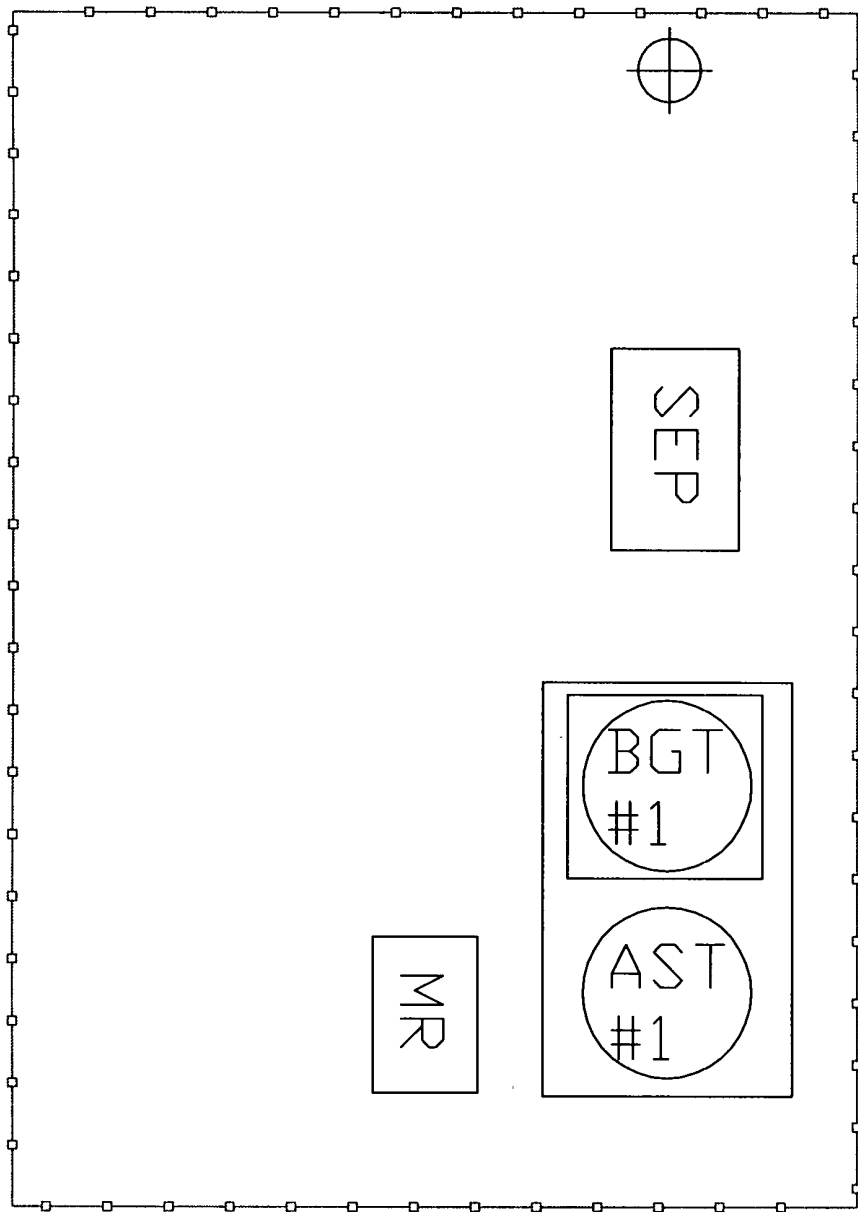
1. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, will operate and maintain a BGT to contain liquids and solids to prevent contamination of fresh water and to protect public health and environment.
2. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall not allow a BGT to overflow or allow surface water run-on to enter the BGT. **Figure A, Site Map** and **Figure B, Design Plan** can be referenced for a visual representation of how this will be accomplished.
3. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall continuously remove any visible or measurable layer of oil from the fluid surface of a BGT in an effort to prevent the accumulation of oil over time.
4. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall inspect the BGT at least once monthly and maintain a written record of each inspection for at least five (5) years.
5. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall maintain adequate freeboard to prevent overtopping of the BGT.
6. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall perform upgrades on the BGT in order to bring it to compliance with Rule 19.15.17, see **Figure C, Below Grade Tank Design and Construction**

7. Kimbell Oil Company of Texas, or a contractor representing Kimbell Oil Company of Texas, shall maintain an expanded metal covering on the BGT.

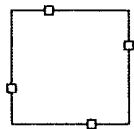
Figure A, Site Map

Figure B, Design Plan

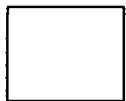
Figure C, Below Grade Tank Design and Construction



LEGEND



6' Tall Chain
Link Fence



Berm



Well Head

SITE MAP
KIMBELL OIL COMPANY OF TEXAS
DEVONIAN FEDERAL #1
SEC 4 TWN 29N RGE 12W
SAN JUAN COUNTY, NEW MEXICO

SCALE: NTS

PROJECT N006011-0009

FIGURE NO. A

REV

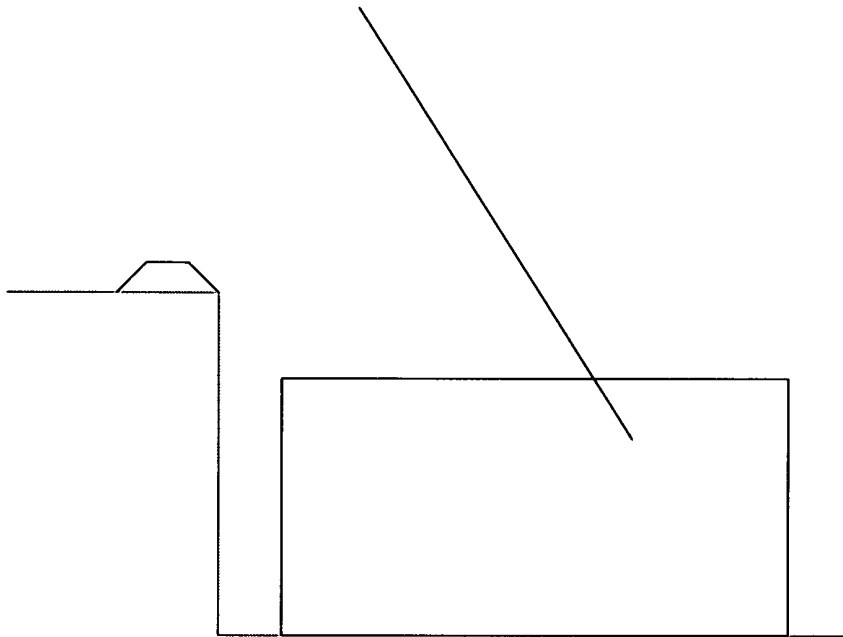
REVISIONS

| NO. | DATE | BY | DESCRIPTION |
|----------|------|---------|-------------|
| MAP DRWN | JPM | 9/11/08 | BASE DRWN |

ENVIRONMENTAL SCIENTISTS & ENGINEERS
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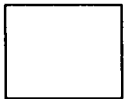
95 BBL BGT



AST

*Berm completed around
AST and BGT

LEGEND



Berm

DESIGN PLAN
KIMBELL OIL COMPANY OF TEXAS
DEVONIAN FEDERAL #1
SEC 4 TWN 29N RGE 12W
SAN JUAN COUNTY, NEW MEXICO

SCALE: NTS

PROJECT N006011-0009

FIGURE NO. B

REV

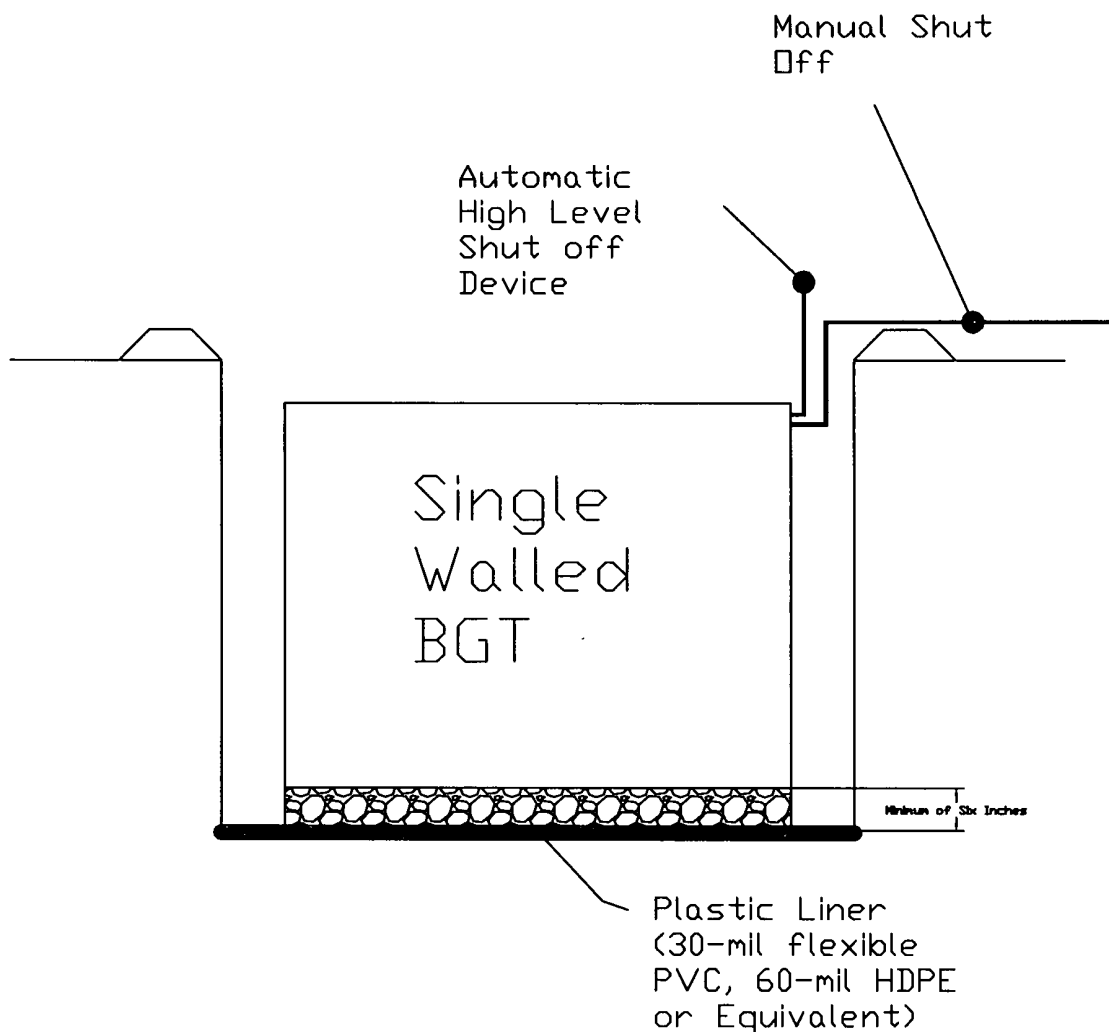
REVISIONS

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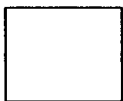
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| MAP DRWN | JPM | 9/11/08 | BASE DRWN |
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ENVIROTECH

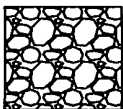
5796 U.S. HIGHWAY 64, FARMINGTON, NM 87410 505-632-0615



LEGEND



Berm



Gravel

GENERAL BGT DESIGN AND CONSTRUCTION PLAN KIMBELL OIL COMPANY OF TEXAS

SCALE: NTS

PROJECT NOD6011-0009

FIGURE NO. C

REV

REVISIONS

| NO. | DATE | BY | DESCRIPTION |
|----------|------|---------|-------------|
| MAP DRWN | JPM | 9/11/08 | BASE DRWN |

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BELOW GRADE TANK (BGT) CLOSURE PLAN

SITE NAME:

**DEVONIAN FEDERAL #1
UNIT LETTER K, SECTION 4, TOWNSHIP 29N, RANGE 12W
SAN JUAN COUNTY, NEW MEXICO
LATITUDE N36.752933 LONGITUDE W108.107888**

SUBMITTED TO:

**MR. BRANDON POWELL
NEW MEXICO OIL CONSERVATION DIVISION
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178 EXT 15**

SUBMITTED BY:

**MR. JON STICKLAND
KIMBELL OIL COMPANY OF TEXAS
777 TAYLOR STREET, SUITE P-IIA
FORT WORTH, TX 76102
(817) 335-2591**

SEPTEMBER 2008

BELOW GRADE TANK (BGT) CLOSURE PLAN
KIMBELL OIL COMPANY OF TEXAS
DEVONIAN FEDERAL #1
SAN JUAN COUNTY, NEW MEXICO

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INTRODUCTION

Kimbell Oil Company of Texas is submitting this closure plan for the below grade tank (BGT) at the Devonian Federal #1 located in the NE ¼ SW ¼ of Section 4, Township 29N, Range 12W, San Juan County, New Mexico. This closure plan has been prepared in conformance with New Mexico Oil Conservation Division (NMOCD) procedures.

SCOPE OF CLOSURE ACTIVITIES

The purpose of this closure plan is to provide the details of activities involved in the closure of the BGT at the Devonian Federal #1 well site. The following scope of closure activities has been designed to meet this objective:

- 1) Kimbell Oil Company of Texas or a contractor acting on behalf of Kimbell Oil Company of Texas shall submit a closure plan to the division's environmental bureau. Upon receipt of this plan the division shall review the current closure plan for adequacy and accordance with 19.15.17.9 Subsection C NMAC and 19.15.17.13 NMAC.
- 2) No less than 72 hours and no greater than one (1) week prior to BGT removal, Kimbell Oil Company of Texas or a contractor acting on behalf of Kimbell Oil Company of Texas will provide written notification to the appropriate division district office as well as a schedule of on-site activities, as in accordance with 19.15.17.13 Subsection J Paragraph (2) NMAC.
- 3) Kimbell Oil Company of Texas or a contractor acting on behalf of Kimbell Oil Company of Texas shall provide written notification to the surface owner no later than 72 hours prior to BGT removal by certified mail. BLM will receive notification per a Sundry Notice, as in accordance with 19.15.17.13 Subsection J Paragraph (1) NMAC.
- 4) Kimbell Oil Company of Texas or a contractor acting on behalf of Kimbell Oil Company of Texas will remove all liquids, and/or sludge, if applicable, prior to closure. Material will be disposed of at Envirotech Landfarm #2, Permit # NM-01-0011, or with Basin Disposal for Water Disposal, depending on the consistence of the material removed, as in accordance with 19.15.17.13 Subsection E Paragraph (1) NMAC.
- 5) Kimbell Oil Company of Texas or a contractor acting on behalf of Kimbell Oil Company of Texas will remove the BGT and all on-site equipment associated with this BGT that cannot or will not be reused on-site, as in accordance with 19.15.17.13 Subsection E Paragraphs (2) and (3) NMAC.
- 6) Once the BGT is removed, a five (5) - point composite sample will be collected from directly below the tank or below the leak detection system if present. An additional discrete sample will be collected from any area that is wet, discolored, or showing other evidence of a release. All samples being collected will be analyzed for benzene and total BTEX via USEPA Method 8021, TPH via USEPA Method 418.1, and chlorides via USEPA 300.1, as in accordance with 19.15.17.13 Subsection E Paragraph (4) NMAC.

- 7) The area will be either backfilled or the area will be excavated in accordance with the following:
- a. If soil samples pass the regulatory standards of 0.2 ppm benzene, 50 ppm BTEX, 100 ppm TPH, and 250 ppm or background concentration of chlorides, as in accordance with 19.15.17.13 Subsection E Paragraph (4) NMAC.
 - i. Kimbell Oil Company of Texas or a contractor acting on behalf of Kimbell Oil Company of Texas will backfill the excavation or impacted area with non-waste containing, earthen material, in accordance with 19.15.17.13 Subsection E Paragraph (6) NMAC.
 - ii. Upon decommissioning of the well site Kimbell Oil Company of Texas or a contractor acting on behalf of Kimbell Oil Company of Texas will construct a division-prescribed soil cover, substantially restore, recontour and re-vegetate the site, in accordance with 19.15.17.13 Subsections G, H, and I NMAC. The soil cover for closures, where the operator has removed the pit contents or remediated the contaminated soil to the division's satisfaction, shall consist of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater. The operator shall construct the soil cover to the site's existing grade and prevent ponding of water and erosion of the cover material. The operator shall notify the division when it has been re-seeded and when it has achieved successful re-vegetation.
 - b. If soil samples exceed the regulatory standards stated above.
 - i. Kimbell Oil Company of Texas will submit a Release Notification by Form C-141 to the appropriate division district office, in accordance with 19.15.17.13 Subsection E Paragraph (4) NMAC.
 - ii. Activities beyond this point will be in accordance with 19.15.3.116 NMAC and 19.15.11.19 NMAC.

REPORTING

Reporting will occur within 60 days following the BGT closure and will consist of a form C-144 with all supporting data, and a form C-141 with all supporting data, if necessary. The supporting data will include analytical results, a site diagram, a copy of the site owner notification, and other information related to the onsite activities.

We appreciate the opportunity to be of service. If you have any questions or require further information, please do not hesitate to contact our office at (505) 632-0615.

Respectfully Submitted:

Kimbell Oil Company of Texas