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 provides control to the santa Fe Environmental Bureau office and provides control to the sentence of the santa Fe Environmental Bureau office and provides control to the sentence of the santa Fe Environmental Bureau office and provides according to the santa Fe Environmental Bureau office and provides the santa Fe Environmental B

provide a copy to the appropriate NMOCD District Office.

The state of the s							
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.							
I. Operator:McElvain Oil & Gas Properties, IncOGRID #:22044  Address:1050 17 <sup>th</sup> Street , Suite 1800, Denver, CO 80265  Facility or well name: _RUBY #1							
API Number:30-045-33266 OCD Permit Number:							
U/L or Qtr/Qtr _L Section3_ Township29N Range13W County:San Juan							
Center of Proposed Design: Latitude36 45.193N Longitude108 11.955W NAD: \[ \begin{align*} \text{NAD: } \\ \text{Surface Owner: } \\ \text{Private } \\ \text{Private } \\ \text{Tribal Trust or Indian Allotment} \end{align*}							
Pit: Subsection F or G of 19.15.17.11 NMAC   Temporary: Drilling Workover   Permanent Emergency Cavitation P&A   Lined Unlined Liner type: Thicknessmil 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							
4.    Below-grade tank: Subsection I of 19.15.17.11 NMAC   Volume: _95 bbl Type of fluid: Water   Tank Construction material: Steel   Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off Visible sidewalls and liner   Visible sidewalls only Other   Other   HDPE PVC Other							
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.

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)  Four foot height, four strands of barbed wire evenly spaced between one and four feet  Alternate. Please specify	hospital,				
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)  Screen Netting OtherExpanded Metal  Monthly inspections (If netting or screening is not physically feasible)					
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					
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 consideration of approval.  Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for				
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 accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the approoffice 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 dry above-grade tanks associated with a closed-loop system.	priate district pproval.				
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 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.  (Applies to temporary, emergency, or cavitation pits and below-grade tanks)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No ☐ NA				
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applies to permanent pits)					
<ul> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> <li>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.</li> <li>NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site</li> </ul>					
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					
Within a 100-year floodplain FEMA map					

Form C-144

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:
12.
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 19.15.17.12 NMAC  Freeboard and Overtopping Prevention 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
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
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)
Is.  Waste Excayation 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 G of 19.15.17.13 NMAC

Form C 144 Oil Conservation Division Page 3 of 5

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Instructions: Please indentify the facility or facilities for the disposal of liquids, a facilities are required.	Steel Tanks or Haul-off Bins Only: (19.15.17.13.Edrilling fluids and drill cuttings. Use attachment if n	NMAC) nore than two				
	Disposal Facility Permit Number:					
Disposal Facility Name: Disposal Facility Permit Number:						
Will any of the proposed closed-loop system operations and associated activities of ☐ Yes (If yes, please provide the information below) ☐ No		vice and operations?				
Required for impacted areas which will not be used for future service and operatio  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	requirements of Subsection H of 19.15.17.13 NMAC I of 19.15.17.13 NMAC	C				
Siting 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 require considered an exception which must be submitted to the Santa Fe Environmental demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC j	e administrative approval from the appropriate disti Bureau office for consideration of approval. Justi	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; Data	a 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	a 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	a obtained from nearby wells	<ul><li>☐ Yes ☐ No</li><li>☐ NA</li></ul>				
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other sig lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	nificant watercourse or lakebed, sinkhole, or playa	Yes No				
Within 300 feet from a permanent residence, school, hospital, institution, or church Visual inspection (certification) of the proposed site; Aerial photo; Satellite		☐ Yes ☐ No				
Within 500 horizontal feet of a private, domestic fresh water well or spring that les watering purposes, or within 1000 horizontal feet of any other fresh water well or see NM Office of the State Engineer - iWATERS database; Visual inspection (	pring, in existence at the time of initial application.	☐ Yes ☐ No				
Within incorporated municipal boundaries or within a defined municipal fresh water adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approv	•	☐ Yes ☐ No				
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visua	al 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	g and Mineral Division	☐ Yes ☐ No				
<ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geolog Society; Topographic map</li> </ul>	y & 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 the by a check mark in the box, that the documents are attached.  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Construction/Design Plan of Temporary Pit (for in-place burial of a drying procedures - based upon the appropriate requirements of 19.1 Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Disposal Facility Name and Permit Number (for liquids, drilling fluids and Confirmation Sampling Plan - 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	uirements of 19.15.17.10 NMAC f Subsection F of 19.15.17.13 NMAC propriate requirements of 19.15.17.11 NMAC pad) - based upon the appropriate requirements of 19. 5.17.13 NMAC quirements of Subsection F of 19.15.17.13 NMAC Subsection F of 19.15.17.13 NMAC drill cuttings or in case on-site closure standards cann H of 19.15.17.13 NMAC 1 of 19.15.17.13 NMAC	15.17.11 NMAC				

Form C-144

10	
Operator Application Certification:  I hereby certify that the information submitted with this application is true, accurate and complete to the submitted with the information submitted with the application is true, accurate and complete to the submitted with this application is true, accurate and complete to the submitted with this application is true, accurate and complete to the submitted with the submitted with this application is true, accurate and complete to the submitted with	he best of my knowledge and belief.
Name (Print): Deborah K Powell Title: _Engineering	,
Signature: Delh K puul Date:	<del>-8/18/2008</del> 9-10-08
e-mail address:DebbyP@McElvain.comTelephone:	303-893-0933
OCD Approval: Permit Application (including closure plan) Closure Plan (only)	
OCD Representative Signature:	Approval Date:
Deputy Oil & Gas Inspector,  Title: District #3 OCD Permit Num	ıber:
Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NN Instructions: Operators are required to obtain an approved closure plan prior to implementing any The closure report is required to be submitted to the division within 60 days of the completion of the section of the form until an approved closure plan has been obtained and the closure activities have	closure activities and submitting the closure report. c closure activities. Please do not complete this been completed.
☐ Closure Com	pletion Date:
22. Closure Method: Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain.	d ☐ Waste Removal (Closed-loop systems only)
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill two facilities were utilized.	cuttings were disposed. Use attachment if more than
	Permit Number:
	Permit Number:
Were the closed-loop system operations and associated activities performed on or in areas that will not Yes (If yes, please demonstrate compliance to the items below) No	t be used for future service and operations?
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	
Closure Report Attachment Checklist: Instructions: Each of the following items must be attache mark in the box, that the documents are attached.	d to the closure report. Please indicate, by a check
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
25.	
Operator Closure Certification:  I hereby certify that the information and attachments submitted with this closure report is true, accurate belief. I also certify that the closure complies with all applicable closure requirements and conditions	te and complete to the best of my knowledge and specified in the approved closure plan.
Name (Print): Title:	
e-mail address: Telephone:	

Oil Conservation Division Page 5 of 5

Form C-144

Cistrict I PO Box 1980, Hobbs, NM 88241-1980

District II PC Drawer DC, Antesia, NM B8211-0719

District III 1000 Apo Brazos Ad. Aztes, NM 87410

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504~2088

Form C-102

Revised February 21, 1994

Instructions or back
Submit to Appropriate District Office
State Lease 4 Copies
Fee Lease - 3 Copies

MENDED REPORT

			WELL	LOCATI	ON AND	) AC	REAGE DE	DIO	CAT	ION PL	ΔT			
íx cď	PI Number	77200 FULCHER KUTZ PICTURED CLIFFS												
Property		*Property Name RUBY										Well Number		
'0GRID 1 2204	· .		*Operator Name  McELVAIN OIL & GAS PROPERTIES									• 6	levation 5498	
U. or lot no	Section	Township	Range	Lot Idn	10 Surfai		_OCATION		- Cont	form the	East/We	et linn	County	
1.	3	29N	13W	20( 10)	1755	i	SOUTH		. 1			ST	SAN JUAN	
Ut or lot no	Section	11 B	Ottom Range	Hole L	Ocation		Differen			m Surf	ace East/Wa	st line	County	
	555575	100.1,5		201 14.	i reet non		,			11 34, 0 10	CBSC/ NZ	31 1116		
Dedicated Acres		.0 Acres	- SW/	<b>'</b> 4	<sup>13</sup> Joint or In	1111	14 Consolidation Code	1	<sup>IO</sup> Order	No.			<u> </u>	
00.03c1 00.03c1 00.03c1		OFI A	NON-ST				DN UNTIL AL EN APPROVE(  LOT  1			JE DIVIS  TOPER I hereby containe to the total points of the top to the top top to the top top to the top	ATOR ATOR certify deprenal pest of my land e t E. Name nt	CERT: that the is true ar knowledg	IFICATION Information Information If complete is and belief	
2540.00°	1755'		ASE _	3					2640.00	I hereby shown an notes of my superv and corre Oate (	certify the this plat actual sur ision, and ct to the of Surventor Seal	mat the w was plot reverse made that the best of MEXIC	ell location ted from field e by me or under same is true my belief (LY 1, 2005)	

5270 76

# New Mexico Office of the State Engineer POD Reports and Downloads

Township: 29N Range: 13W Sections: 2,3,4,10

NAD27 X: Y: Zone: Search Radius:

County: Basin: SJ(San Juan) Number: Suffix:

Owner Name: (First) (Last) Non-Domestic ODomestic OAll

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

Clear Form iWATERS Menu Help

### WATER COLUMN REPORT 08/22/2008

•	quarter							-						
(6	quarter	s are	e big	gge	st	to	smalle	st)			Depth	Depth	Water	(in
POD Number	Tws	Rng	Sec	đ	q	<b>a</b>	Zone	x	•	Z	Well	Water	Column	
SJ 03272	29N	13W	02	1	3	3					140	35	105	
SJ 03273	29N	13W	02	3	2	1					120	20	100	
SJ 03288	29N	13W	02	3	4	1					120	90	30	
SJ 02412	29N	13W	02	4	2						48	28	20	
SJ 02750	29N	13W	02	4	2	4					59	18	41	
SJ 02751	29N	13W	02	4	2	4					58	17	41	
SJ 02281	29N	13W	02	4	3	4					59	30	29	
SJ 02328	29N	13W	04	3	3						40	10	30	
SJ 02899	29N	13W	04	3	3	3					45			
SJ 02912	29N	13W	04	3	3	3					50			
SJ 02730	29N	13W	04	3	3	3					40	16	24	
SJ 02052	29N	13W	10								68	22	46	
SJ 00775	29N	13W	10	2	1	4					36	14	22	
SJ 01271	29N	13W	10	2	2	4					60	30	30	
SJ 03404	29N	13W	10	2	3	4					42	22	20	
SJ 01317	29N	13W	10	2	4	2					50	23	27	
SJ 00314 X	29N	13W	10	2	4	2					58	38	20	
SJ 00852	29N	13W	10	2	4	2					50	24	26	
SJ 01402	29N	13W	10	3	2						25	15	10	
SJ 03311	29N	13W	10	3	2	1					42	20	22	
SJ 03314	29N	13W	10	3	2	3					32	18	14	
SJ 02935	29N	13W	10	3	2	4					100	10	90	
SJ 03578	29N	13W	10	3	3	1					240	23	217	
SJ 03297	29N	13W	10	3	3	2					29	9	20	
SJ 00720	29N	13W	10	3	3	3					29	15	14	
SJ 03332	29N	13W	10	4	2	3					60			
SJ 00776	29N	13W	10	4	4						25	10	15	

Record Count: 27

# New Mexico Office of the State Engineer POD Reports and Downloads

Township: 30N Range: 13W Sections: 33,34,35 NAD27 X: Y: Zone: Search Radius: County: Basin: Number: Suffix: Owner Name: (First) Non-Domestic Domestic All (Last) POD / Surface Data Report Avg Depth to Water Report Water Column Report Clear Form WATERS Menu

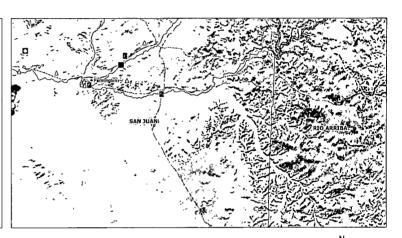
#### WATER COLUMN REPORT 08/29/2008

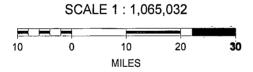
(quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest) Depth Depth Water (in POD Number Rng Sec q q q Zone X Y Well Water Column 13W 35 1 1 1 260 200 60 SJ 02391 30N

Record Count: 1

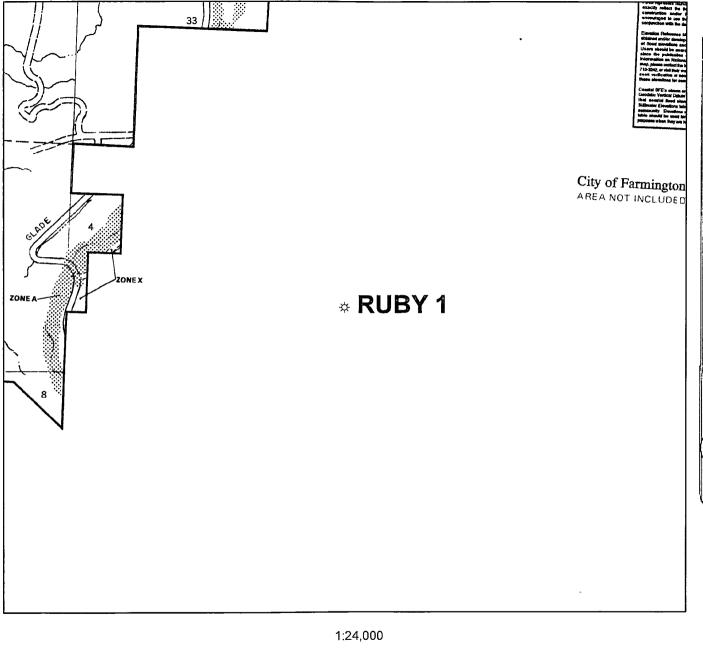
# San Juan Mines, Mills And Quarries Web Map

Mines, Mills & Quarries Commodity Groups								
△ Aggregate & Stone Mines								
◆ Coal Mines								
*	Industrial Minerals Mines							
•	Industrial Minerals Mills							
<b>7</b>	Metal Mines and Mill Concentrate							
=	Potash Mines & Refineries							
2	Smelters & Refinery Ops.							
*	Hranium Mines							



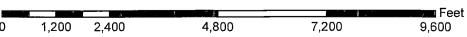


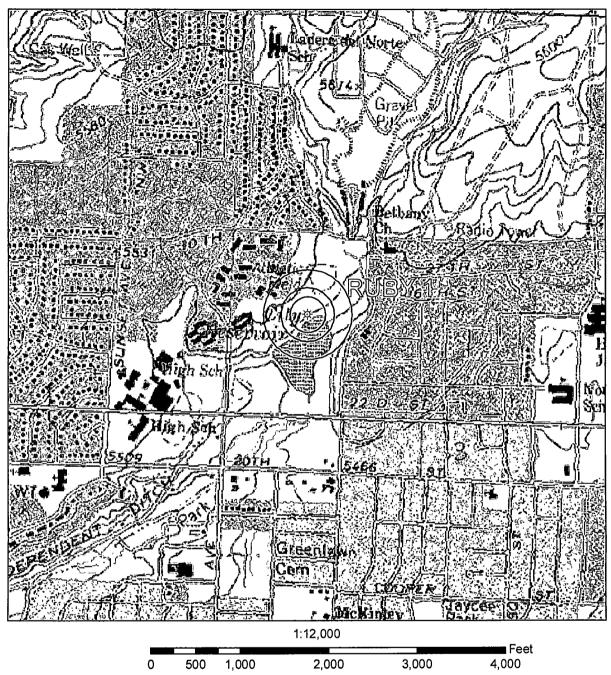




NATIONAL FLOOD INSURANCE PROGRAM FIRM FLOOD INSURANCE RATE MAP SAN JUAN COUNTY. **NEW MEXICO** (UNINCORPORATED AREAS) PANEL 505 OF 1450 SCE MAP INDEX FOR PANELS NOT PRINTED! COMMUNITY-PANEL NUMBER 3500640505 C MAP REVISED: MAY 15, 2002

Federal Emergency Management Agency





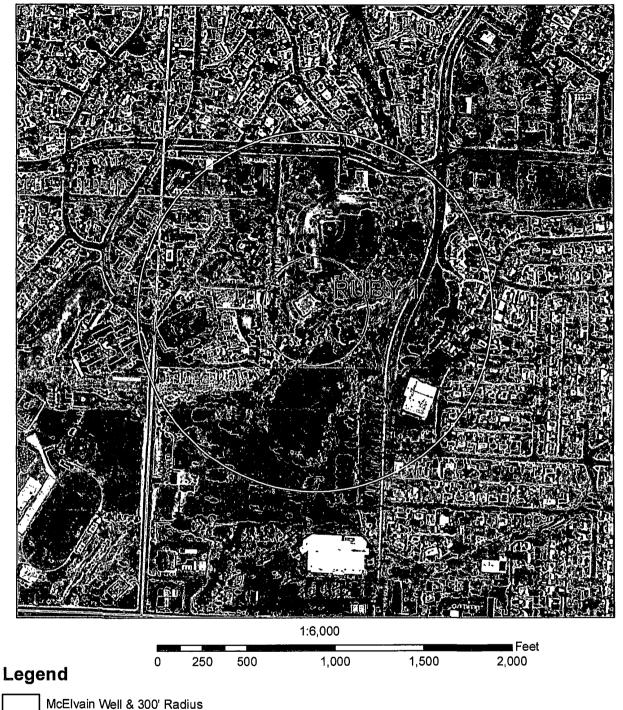
# Legend

McElvain Well & 200' Radius

McElvain Well & 300' Radius

McElvain Well & 500' Radius

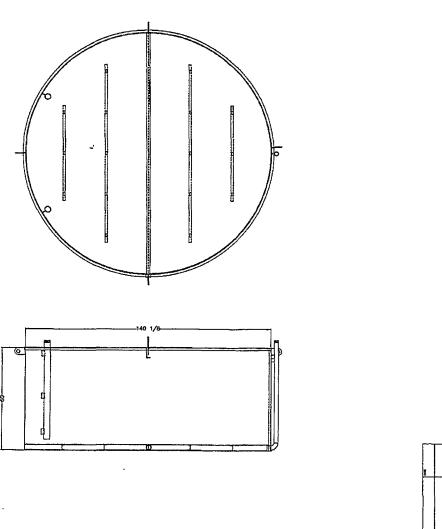
Source: USGS 1:24,000 Scale Topographic Map Series San Juan Basin New Mexico Township 29N 13W Section 3



McElvain Well & 1000' Radius

Aerial Source: NM Resource Geographic Information System Program made available by the University of New Mexico and the State of New Mexico 2005-2006 vintage Digital Orthophoto Quarter-Quadrangles were derived from the New Mexico Statewide Orthophotography Project. Source imagery flown at 35,000' above average ground.

San Juan Basin **New Mexico** Township 29N 13W Section 3



THE STATE OF THE STATE STATES CONTINUED TO STATES STATES CONTINUED TO STATES STATES CONTINUED TO STATES STA

Ruby #1

2 Tanks

Same Size

## **Siting Criteria Compliance Demonstrations**

Ruby #1 well is not located in an unstable area. The location is not over a mine and is not on the side of a hill. The location of the excavated pit material is not located within 300' of any continuously flowing watercourse or 200' from any other water course.

# McElvain Oil & Gas Properties, Inc. San Juan Basin Below Grade Tank Design and Construction

In accordance with Rule 19.15.17 NMAC the following describes the as-built construction of the Below Grade Tank on the McElvain Oil & Gas Properties, Inc (MOG) Ruby #1 well located in the NWSW of Sec 3, T29N, 13W.

### **As-built Installation:**

- 1. The existing tank pit consists of an approximate 30 foot by 15 foot metal shored hole into which 2, 12 foot by 5 foot single walled, closed top, steel, 95 bbl tanks are placed.
- 2. The tank walls are open for visual inspection to identify the occurrence of leaks.
- 3. There is an expanded metal covering on the top of the below grade tank.
- 4. The tank pit is surrounded by a 30ft X 30ft X 2ft berm that is contained within a 50 ft X 140 ft berm that encloses the tank battery to prevent overflow or surface water run-on.
- 5. A general location sign is displayed on site.
- 6. The pit tank is fenced with 6 foot chain linked fence.

# McElvain Oil & Gas Properties, Inc. San Juan Basin Below Grade Tank Maintenance and Operating Plan

In accordance with Rule 19.15.17 NMAC the following describes the below grade tank operation and maintenance plan for the McElvain Oil & Gas Properties, Inc (MOG) on the Ruby #1 well located in the NWSW of Sec 3, T29N, 13W.

#### General Plan:

- 1. MOG shall operate and maintain the below grade tank to contain liquids and solids and prevent contamination of fresh water to protect the public health and environment.
- 2. MOG shall not allow a below grade tank to overflow or allow surface water run-on to enter the below grade tank.
- 3. MOG shall continuously remove any visible or measurable layer of oil from the fluid surface of a below grade tank in an effort to prevent significant accumulation of oil over time.
- 4. MOG shall inspect the below grade tank monthly and maintain a written record of each inspection for five years.
- 5. MOG shall maintain adequate freeboard to prevent overtopping of the below grade tank.

## McElvain Oil & Gas Properties, Inc. San Juan Basin Closure Plan

In accordance with Rule 19.15.17.1 NMAC the following procedure describes the closure plan for the McElvain Oil & Gas Properties, Inc (MOG) below grade tank on the Ruby #1 well located in the NWSW of Sec 3, T29N, 13W.

### **Closure Requirements:**

- 1. MOG shall close the 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.
- 2. MOG shall close an existing below grade tank that does not meet the requirements of Paragraph (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008 if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. MOG shall close a permitted below grade tank within 60 days of cessation of the below ground tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on C-144.
- 4. All liquids will be removed from the temporary permit prior to closure and the liquids disposed of in a division approved facility.
- 5. MOG shall remove the below grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.
- 6. MOG will remove any on-site equipment associated with the below grade tank unless the equipment is required for some other purpose.
- 7. MOG shall test the soils beneath the below grade tank to determine whether a release has occurred. MOG shall collect a five point composite sample and individual grab samples from any area that is wet, discolored, or showing other evidence of a release. The samples will be analyzed for BTEX, TPH, and chlorides to demonstrate that the benzene concentration as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration as determined by EPA method 418.1 or other EPA method that the division approves does not exceed 100 mg/kg; and the chloride concentration as determined by EPA

- method 300.1 or other EPA method that the division approves does not exceed 250 mg/kg or the background concentration, whichever is greater. MOG shall notify the division of its results on form C-141.
- 8. If MOG or the division determines that a release has occurred, then MOG shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC as appropriate.
- 9. If contamination is confirmed by field sampling. MOG will follow the Guidelines For Remediation Of Leaks, Spills, and Releases NMOCD August 1993 when remediating identified contaminants.
- 10. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, then MOG shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; re-contour, and re-vegetate the site.
- 11. Notice of closure will be given to the Aztec Division office between 72 hours and one week of closure via email or verbally. The notification of closure will include the following:
  - · Operator's name
  - · Location by Unit Letter, Section Township, and Range.
  - · Well name and API number
- 12. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the blow grade tank. The closure report will be filed on C-144 and incorporate the following:
  - · Details on capping and covering where applicable
  - · Inspection reports
  - · Sampling results
- 13. The site will be re-contoured to match the surrounding area. Natural drainages will be unimpeded and erosion control will be utilized where necessary.
- 14. MOG shall seed the disturbed areas the first growing season with a division approved seed mixture after pit closure. Seeding will be accomplished by drilling on the contour whenever possible or by other division approved methods. Repeat seeding or planting will be continued until successful vegetative growth occurs.
- 15. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material to establish vegetation at the site, or the thickness of the topsoil native to the area, whichever is greater.

16. The surface owner shall be notified of MOG's closing of the below grade tank as per the approved closure plan using certified mail with return receipt requested.

## BGT Closure Sampling Required by NMOCD

Components Method Limit

Benzene	EPA SW-846 8021B or 8260B	0.2 mg/Kg
BTEX	EPA SW-846 8021B or 8260B	50 mg/Kg
TPH	EPA SW-846 418.1	100 mg/Kg
Chlorides	EPA 300.1	250 mg/Kg