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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Form C-144 June 1, 2004

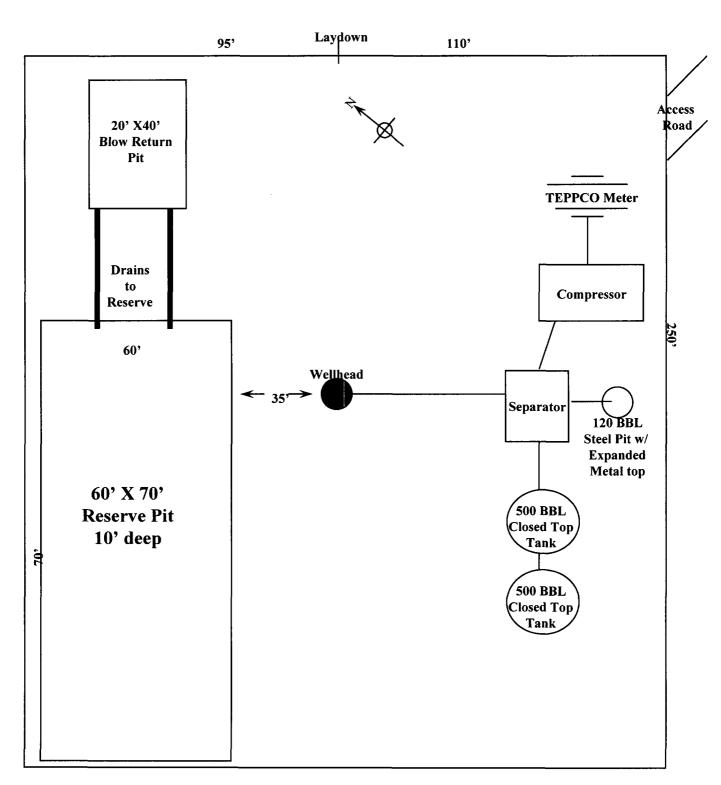
Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \(\overline{\text{N}} \) No \(\overline{\text{Type of action.}} \)

Type of action. Registration of a pit or below-grade tank \(\overline{\text{N}} \) Closure of a pit or below-grade tank \(\overline{\text{N}} \)

Operator: _Koch Exploration Company, LLCTelephone: _(505) 334-9111e-mail address: _clark23j@kochind.com or johnso4d@kochind.com			
Address: _PO Box 489, Aztec, NM 87410			
Facility or well name:Oxnard 334SAPI #: _30-045-32593U/L or Qtr/Qtr_C_Sec_08_T_31N_R_8W			
County: _San Juan Latitude_36.55.0119 Longitude107	7.42.0405NAD: 1927	Owner Federal 🔀 Sta	te Private Indian
<u>Pit</u>	Below-grade tank		
Type: Drilling X Production Disposal	Volume:bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes		
Workover ☐ Emergency ☐			
Lined 🛛 Unlined 🗍			
Liner type: Synthetic X Thickness 12 mil Clay			
Pit Volumebbl			-
	Less than 50 feet	(20 points)	
Depth to ground water (vertical distance from bottom of pit to seasonal high	50 feet or more, but less than 100 feet	(10 points)	
water elevation of ground water.)	X 100 feet or more	(0 points)	0 points
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)	
water source, or less than 1000 feet from all other water sources.)	X No	(0 points)	0 points
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet	(20 points)	
	200 feet or more, but less than 1000 feet	(10 points)	
	X 1000 feet or more	(0 points)	0 points
	Ranking Score (Total Points)		0 points
If this is a pit closure: (1) attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if			
your are burying in place) onsite 🛛 offsite If offsite, name of facility (3) Attach a general description of remedial action taken including			
remediation start date and end date. (4) Groundwater encountered: No 🛛 Yes 🔲 If yes, show depth below ground surfaceft. and attach sample results. (5)			
Attach soil sample results and a diagram of sample locations and excavations.			
Additional Comments:			
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			LG. S. DIM. 3
		10,	DIST. 3 3
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade wink has			
been/will be constructed or closed according to NMOCD guidelines , a general permit of an (attached) alternative OCD-approved plan Date: 01/17/06			
Printed Name/Title Don Johnson, Field Operations Manager Signature Signature			
Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.			
Approval: DEPUTY ON & GAS INSPECTOR, DIST. 43 Signature Devited Name/Title Date:			

KOCH EXPLORATION COMPANY LLC Oxnard 334S S08, T31N, R08W 860' FNL & 1820' FWL - ELEVATION 6571'



Oxnard 334S

S08, T31N, R08W, 860' FNL & 1820 FWL San Juan Co., New Mexico API No. 30-045-32593 Lease SF078510

Upon completion of drilling/completion remaining liquids were removed from pit by truck to an approved disposal facility.

Prior to closing the pit, liner was cut off at mud level. The excess liner was hauled to a licensed disposal.

October 24 through October 25, 2005 the remaining waste in pit was encapsulated. This was accomplished by covering the remaining waste and liner with earthen materials. Surface area where pit was located was contoured according to BLM requirements, and reseeded with recommended BLM seed mixture.