State of New Mexico Energy Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 8705

RECEIVED

2009 APR 21 Diffrigty
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD
A ZONE

		Relia	Operator Name a nt Exploration & 3700 Kermit I Odessa, Texa	and Address Production, Highway as 79764	A ZONE	251905 API Number 30 - 0 21-20 496								
1	erty Code				Y MIN	operty Name VERALS LL	.C 1931		Well No. 16-1-F					
			Proposed Pool 1 ravo Dome 96010						10 Propose	¹⁰ Proposed Pool 2				
				7	Surfa	ce Locatio	n			-				
UL or lot no.	Section 16	Township 19 North	Range 31 East NMPM	Lot Idn		Feet from the 1700'			Feet from the 1700'	East/West line West	County Harding			
			8 Proposed	I Bottom I	Hole Lo	ocation If Di	fferent F	rom Su	rface					
UL or lot no.	Section	Township	Range	Lot Idn		Feet from the	North/So		Feet from the	East/West line	County			
		<u>-</u>		Additi		Well Inform	mation							
	Type Code N		12 Well Type Code C	e		¹³ Cable/Rotary R		14	Lease Type Code P		evel Elevation 1431			
	Iultiple NO		17 Proposed Depth 2600'	1		18 Formation TUBB		CA	¹⁹ Contractor PSTAR DRILLING	6/22/09	oud Date 1/2009			
Depth to Grou	ındwater 100'			Distance f	rom near	est fresh water	well		Distance fr	om nearest surface v	/ater			
	Synthetic	☑ _20	mils thick Clay	☐ Pit Vol	lume:8			Drilling_	Method:	<u> </u>				
Close	d-Loop Sys	stem 🗌					<u>Fresh</u>	Water x	Brine Diesel	l/Oil-based Gas/	Air 🔲			
			²¹ Pr	oposed	Casin	g and Cem	ent Pr	ogram						
Hole Siz	ze	Casing	Size C	asing weigh	t/foot	Setting	etting Depth Sacks of Cemer			Estimated TOC				
12-1/4	1"	8-5/	/8"	24#			700'		300SX	SURF	ACE			
7-7/8	"	5-1/	2" 5.	9#FG/1	<u>5.5#</u>	2600'	00'		_400SX	SURF	ACE			
						·		 						
Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.														
SEE ATTACHMENTS														
of my knowle	dge and be according	lief. I further to NMOCD ;	given above is true r certify that the c guidelines ⊠, a g ed plan □.	drilling pit [,]	will be		OIL CONSERVATION DIVISION							
Signature:) run	\mathcal{M}	all	\/ \/		Арр	Approved by: Martin							
Printed name:	Scott S. V	/anderburg		_()		Title	e:		STRICTS	UPERVISO	JR			
Title: Preside	nt					App	proval Dat	te: 5	14/09	Expiration Date:	5/4/11			
E-mail Addres	ss: scottv@	<u>preliantholdin</u>	igsltd.com											
Date:	16/1	29	Phone:	432-362-92	206	Con	ditions of	Approval	Attached					

ATTACHMENT C-101 RELIANT EXPLORATION & PRODUCTION WELL 16-1-F

PROPOSED TD: 2600'

BOP PROGRAM:

0-700' None

700 – 2600' 9" annular 3000# Ragan Tuaras

Casing:

Surface: 8-5/8" OD 24# J55 8rd ST&C new casing set at 700' 12-1/4" hole Centralizers from TD – Surface, every fourth

joint

Production:

5 -1/2" OD new casing from 0-2600'

300' - 15.5# J55 8rd LTC 2300' - 5.9# 10rd FG

7 - 7/8" hole – 5 centralizers

* This well will have fiberglass casing from the surface down to the productive interval (Tubb). Steel casing will be used across the Tubb. The fiberglass casing will at a minimum penetrate the Cimarron formation, with the optimum setting point being the midpoint of the Cimarron formation.

Cement:

Surface – Circulate cement with 300sx class C – additives 2# C45, weight of 12.4# per gallon. Yield 2.14 and 1/8# of Celaflake per sx. Tail Cement 100sx class C 2%CACl with 1/8# per sx Celaflake Yield of 1.32# with weight of 14.8# per gallon

Production- Circulate cement with 400sx class C – additives 2# C45, weight of 12.4# per gallon. Yield 2.14 and 1/8# of Celaflake per sx. Tail Cement 100sx class C 2%CACl with 1/8# per sx Celaflake Yield of 1.32# with weight of 14.8# per gallon

Mud

0-700'

Fresh water/native mud. Wt 8.6-9.2ppg,

Vis 32 = -36sec

700-2600'

Fresh water/ Starch/Gel with ph control as needed.

Wt 9.0-9.2ppg, Vis 28-29 sec

? 80'×80'

Utilizing Metal Pits with a 20' by 90' by 6' deep reserve lined pit with 12-ply liner.

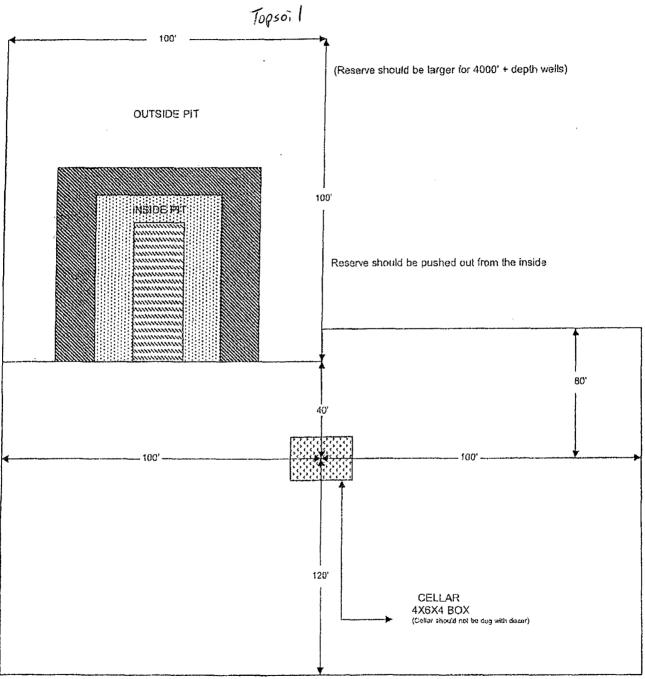
- 20 mil LINER REQUIRED

fm-



LOCATION SPECIFICATION FOR STEEL PITS

(PICTURE NOT TO SCALE)



Cellar can be 4X4X4 if using a screw-on wellhead

District I 1625 N. French Dr., Hobbs Uistrict II 1301 W. Grond Avenus, Art District III 1000 Rio Brazos Rd., Azte Oistrict IV 1220 S. St. Francis Dr., Si	Esia, NM 88210 c, NM 87410	12	als & N IL CONSE 220 Sout	otural RVATI h St.	w Mexico Resource ON DIVISIO Francis D M 87505	NC	ent Submit	to Approp Sto	d Octobe oriale Di ale Leas	orm C-102 er 12, 2005 strict Office e- 4 Copies e- 3 Copies
API Nüml		WELL LOCAT		ACRE	AGE DEDIC	CATION PLA	Pool Name			
30-021-2		960				Bravo	Dome			
Property Code 370 <i>ス</i> S		LIB		roperty FRAT	Nome LS LLC 1	931				Hell Number 6-1-F
OGRID No.			(perator	Nome					Devation
251905	RE	LIANT EXI				JCTION, L	LC.			4431'
JL or lot no. Section I	ownship	Range	Sur		Location Feet Irom the	North/South line	Feel from the	East/Wes	t line	County
	NORTH	31 EAST, N.1	M. P. M.		1700'	NORTH	1700'	WES	Т	HARDING
		Bottom H	lole Loca			t From Sur				J
IL or lot no. Section To	ownship	Range	:	Lot Idn	Feet from the	North/South line	Feet from the	East/Wes	t line	County
Dedicated Acres Joint	or Infill Cons	solidation Code	Order No.		-					
1700'	1700′		SURFACE L NEW MEXIC NAD 1 Y=1776 X=7011 LAT.: N 35, LONG.: W 10.	0 EAST 927 175.3 96.0			I herr showr field mee o the st	e best of and that owns a sed miner ting the pon or has at this locat with a all or worth tary pooling ulsory pooled by the large of th	that the n is trum my kno this or working al intere roposed a right ation punion owner in owner in owner ding integration of the control of t	e information e and complete wledge and ganization interest or st in the land bottom hole. to drill this rsuant to a of such a rest, or to a ment or a er heretofore ATION e well location content of the total location correct to the

15079

WO# 071217WL-i (Rev. A) (KA)

Jenny J, Usul Certificate Number 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.

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: Reliant Exploration & Production, LLC OGRID #: 251905										
Address: 3700 Kermit Highway Odessa, Texas 79764										
Facility or well name: <u>Libby Minerals LLC 1931 No. 16-1-F</u>										
API Number: 30-021-20496 OCD Permit Number:										
U/L or Qtr/Qtr F Section 16 Township 19N Range 31E County: Harding										
Center of Proposed Design: Latitude <u>35.8798045° N</u> Longitude <u>103.6541736° W</u> 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 20 mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other										
String-Reinforced String-Reinfo										
Liner Seams: Welded Factory Other Volume: 850 bbl Dimensions: L 80' x W 80' x D 6'										
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										

Alternative Method:

Liner type: Thickness

Volume: _

Tank Construction material:

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

bbl Type of fluid:

☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other _

☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off

mil HDPE PVC Other

6								
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)								
Signs: Subsection C of 19.15.17.11 NMAC								
 Subsection € of 19.13.17.11 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								
Signed in compniance with 15.15.5.165 NVIAC								
o. 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.								
o. Siting <u>Criteria (regarding permitting):</u> 19.15.17.10 NMAC								
Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accep								
material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appro 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 dry								
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	☐ Yes ☐ No UNKNOWN							
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa	☐ Yes ☑ No							
ake (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. (Applies to permanent pits)	☐ Yes ☐ No 図 NA							
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image								
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							
dopted pursuant to NMSA 1978, Section 3-27-3, as amended.	☐ res ☑ No							
- Written confirmation or verification from the municipality; Written approval obtained from the municipality								
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.	☐ Yes ⊠ No							
- Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ 162 ☐ INU							
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological	☐ Yes ⊠ No							
Society; Topographic map								
Within a 100-year floodplain.	☐ Yes ⊠ No							
- FEMA map	LES MINO							

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 19.15.17.12 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: API N
above ground steet tanks or naut-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 Luner 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 ₂ 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)
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

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.D Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if magazilities 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. 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	
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 provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate districtions of acceptable source and exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justific demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	ct 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 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
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan 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 19.15.17.13 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 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 G of 19.15.17.13 NMAC	5.17.11 NMAC

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): Scott Vanderburg Title: President
Signature: Date: 411/09
e-mail address: Scottv@floco2.com Telephone: 432-638-6455
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)
OCD Representative Signature: Sol Wartes Approval Date: 5/4/09
Title:DISTRICT SUPERVISOR OCD Permit Number:
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:
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.
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please indentify 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 <i>will not</i> 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
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
Operator Closure Certification: I 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:

Ciptrict | 1 G25 N. French Dr., Hobbs, HM 68240 Gistrict II
JOI W. Grand Avenue, Artesia, NN 88210
Cistrict III
1000 Rio Brazos Rd., Azlec, 181 87410

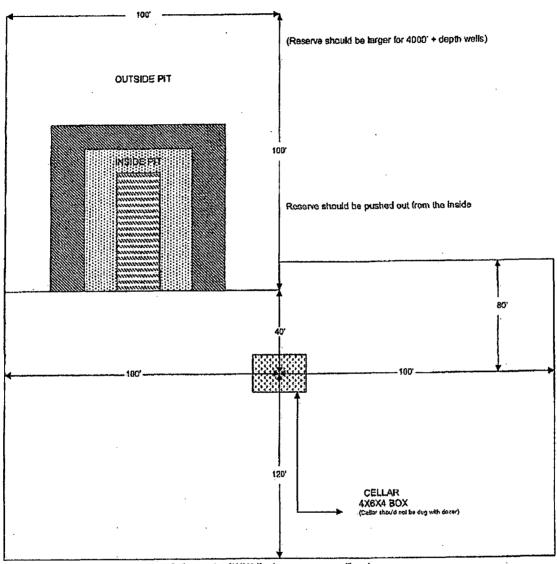
State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease-4 Copies

District N	DIGUES ME	i., AZ(e(., 104 0/7/	J	.220 300	- N				Fe.	e Leosc	- 3 Copies
	it. Francis	Or., Sc	into Fe 884	87505	Santa	re, N	IM 87505			[] AV	ÆNDED I	REPORT
				WELL LO	CATION AND) ACR	EAGE DEDI	CATION PLA	T			
	٨٩	dmelf	er	4	Post Code				Pool Name			
					16010			Brau	Done			
Pto	operty Cod	ļo			LIBBY MIN	Property JP.R.A		1931				all Humber 3-1-F
	CRUD No.	-				Operator						Devation
	905			RELIANT	EXPLORAT			UCTION. I	LC.	ľ		4431'
			L				Location					
UL or lot no.	Section	10	ownship	1.	Range	Lot life	Feet from the	North/South line	Feet from the	East/West	line	County
F	16	19	NORTH	31 EAST,	N.M.P.M.	ĺ	1700	NORTH	1700'	WES:	r	HARDING
	ــــــــــــــــــــــــــــــــــــــ			Datta	n Hala Laa	1	If Differen	l From Cu	-forio	L		
UL or lot no.	Section	Y	nn ship		m Hole Loc	Lat 1±n	Feet from the	North/South line	Feet from the	Eost/West	Ene	County
					,.					,,		
0.5.4.		1.54	1457	Carrie Cal	. Todas Na	<u> </u>	<u> </u>	<u> </u>	L			
Dedicated	ACICS	Jant	or IADE	Consolidation Code	Order No.							
					<u> </u>							
No allowal division.	ble will	ps az	signed to	this completio	n until all inte	rests h	iqve been co	insolidated or	a non-stand	ard unit h	os been	approved by th
G14(2)()11.												
Ţ			1	<u> </u>	T		1			OPERATOR	CEPTIC	ICATION!
			1 1						i i			
			1 1		SURFACE NEW MEXI NAD Y=1770 X=701	LOCATION			1 her	eby certify	that the	information and complete
					NAD Y=1776	1927 1175,3			to th	e best of	my know	eledge and
					X=701	195.0 .8798045	.		eithe	l, and that rowns a v	working ii	ntcrest or
			.00		LAT.: N 35 LONG.: W 10	3.65417.	35		inclu	eed minero	ol interes	t in the land bottom hale
							1		locat	ion or has	a right	to drill this suant to a
			╂						contr	ract with a	n owner	of such or
			† <u> </u>							ral or work Itary poolin		est, ar to a nent or a
	1700		├ ~8	,	1		- 1		com	oulsory poor	ling arda	r heretofore
	.,,,,		l		1				anco.	an by the	GIVISIOII.	
									1			
					1				Signo	ture		Date
					1.				i i			
			<u> </u>						Print	ed Name		
					1				 			
			1		1		1		SI	JRVEYOR C	ERTIFICA	MOIT
			Ì		1				1 her	oby certify	teat the	well location
					1				show	n on this	plot vos	THE HEAL from
			1		1		- 1		me	under m	a subsit	telone, and that
			Ì		Ĭ				best	primer to the	ief.	held location held from recounted by talog, and that original to he
	,		<u> </u>		<u> </u>				1	150	13003	/) (()
			_							ECEMBEI	RVA	007/\$
					!				Dote	of Sirver	·	(ME)
			ſ						Signo	iture endo	ESSION:	ALL IN
			ł							~ ^		-
			1		†					erus ().	11.1	2/3/2008
			1				l		Corti	Fical Mum	har	15020

WO# 071217WL-1 (Rev. A) (KA)



Hydrogeological Data (Based on Appropriate Requirements of 19.15.17.11 NMAC)

Well Name:

Libby Minerals LLC 1931 No. 16-1-F

Topography:

This location is within the Great Plains Physiographic Province, with flat to rolling prairie and scattered hills and bluffs. The land gradually rises westward, giving way to the frontal ranges of the Rocky Mountains. Elevation of the referenced well is approximately 4431 feet MSL. The location is on a gentle, northeastern slope at the foot of Black Hills (see Siting Criteria Map II, attached).

Soils:

Soils within this region have been mapped by the Natural Resources Conservation Service. The following soil unit occurs within the proposed project area:

Kinkead clay loam, alkali:

This soil type is generally found on plains at an elevation of 3800 to 5000 feet. It is made up of 80% Kinkead and similar soils. Kinkead soils, typically found at the toeslopes of alluvial fans, are formed from calcareous, loamy alluvium derived from sandstone and shale. They are typically found on slopes less than 3%. These soils are well drained with a high available water capacity. The capacity of the most limiting layer to transmit water is moderately low or moderately high. The frequency of flooding is rare, and there is no frequency of ponding. The typical profile for Kinkead soils is clay loam at 0 to 7 inches, clay at 7 to 42 inches, and sandy clay loam at 42 to 60 inches.

Source: United States Department of Agriculture, Natural Resources Conservation Service. 2008. Soil Survey Geographic (SSURGO) Database for Harding County, New Mexico. Accessed February 2009.

Geology:

The geology of this region has been mapped by the United States Geological Survey. Geology of this area is mapped as alluvium, Quaternary.

Source: United States Geological Survey. Updated December 2007. Preliminary Integrated Geologic Map Databases for the United States: Central States: Montana, Wyoming, Colorado, New Mexico, North Dakota, South Dakota, Nebraska, Kansas, Oklahoma, Texas, Iowa, Missouri, Arkansas, and Louisiana. http://tin.er.usgs.gov/geology/state/state.php?state=NM. Accessed February 2009.

Surface Hydrology:

Northeastern New Mexico is drained by the Arkansas River and its tributary, the Canadian River. The location would drain to the northeast into Ute Creek, a continuously flowing tributary of the Canadian River. Topographic maps indicate that the pit would be greater than 300 feet from any significant waterways or surface water (see Siting Criteria Map II, attached).

Ground Water Hydrology:

This location is within central Harding County, New Mexico, within the Great Plains Physiographic Province. The High Plains aquifer extends westward into eastern Harding County, but in the proposed project region there is no principal aquifer. Aquifers do not exist here, yield too little water to wells to be significant, or yield sufficient water to supply local requirements but are not extensive enough to be classified as a major aquifer.

Depth to groundwater is unknown at this location, because the nearest recorded wells with available water depth information are at least 3.5 miles from the location (see Siting Criteria Map I and iWaters reports, attached). The nearest water wells identified on iWaters are listed below:

Well	Distance from Proposed Project	Depth to Water
TU 1363	approximately 3.5 miles north-northwest	24 ft
TU 691	approximately 4.8 miles east-northeast	No data
TU 678	approximately 5.4 miles east-southeast	No data
TU 676	approximately 5.4 miles east-southeast	No data
TU 671	approximately 5.4 miles east-southeast	No data

Source: United States Geological Survey. 2001. Groundwater Atias of the United States: Arizona, Colorado, New Mexico and Utah. USGS Publication HA 730-C; http://capp.water.usgs.gov.

New Mexico Office of the State Engineer. August 2008. iWaters database. http://iwaters.ose.state.nm.us:7001/iWATERS/. Internet accessed February 2009.

Siting Criteria Compliance Demonstrations (Based on Appropriate Requirements of 19.15.17.10 NMAC)

<u>Depth to groundwater (should not be less than 50 feet):</u>

Depth to groundwater is unknown at this location, because the nearest recorded wells with available water depth information are at least 3.5 miles from the location (see Siting Criteria Map I and iWaters reports, attached). The nearest water wells identified on iWaters are listed below:

Well	Distance from Proposed Project	Depth to Water
TU 1363	approximately 3.5 miles north-northwest	24 ft
TU 691	approximately 4.8 miles east-northeast	No data
TU 678	approximately 5.4 miles east-southeast	No data
TU 676	approximately 5.4 miles east-southeast	No data
TU 671	approximately 5.4 miles east-southeast	No data

<u>Distance to watercourse (should not be within 300 feet of a continuously flowing watercourse or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake):</u>

Topographic maps indicate that the pit would be greater than 300 feet from any significant waterways, surface waters, etc (see Siting Criteria Map II, attached).

<u>Distance to buildings (should not be within 300 feet of a permanent residence, school, hospital, institution, or church):</u>

The pit would not be within 300 feet of any of these locations (see Siting Criteria Map I).

<u>Distance to springs or wells (should not be within 500 feet of a private, domestic fresh water well or spring used by less than five (5) households or within 1000 feet of any other fresh water well or spring):</u>

The pit would not be within 500 feet of any well or spring (see Siting Criteria Map I).

<u>Presence within incorporated area (should not be within incorporated municipal boundaries or within defined municipal fresh water well field covered under municipal ordinance):</u>

The pit would not be within an incorporated area or municipal fresh water well field (see Siting Criteria Map I).

Distance to wetlands (should not be within 500 feet):

The USFWS has not mapped this location for wetlands (see Wetlands map, attached). However, soils data, topographic maps, and ortho data indicate that the location is not near a wetland.

Location above subsurface mine (should not overlie a subsurface mine):

The pit would not overlie a mine (see Mines, Mills, and Quarries map, attached).

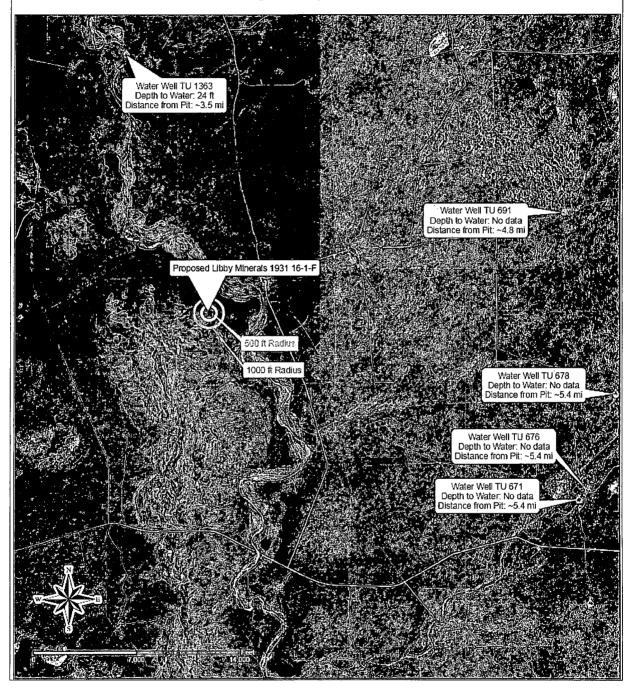
Presence within unstable area (should not be within an unstable area):

The location would not be within an unstable area (See Siting Criteria Map II).

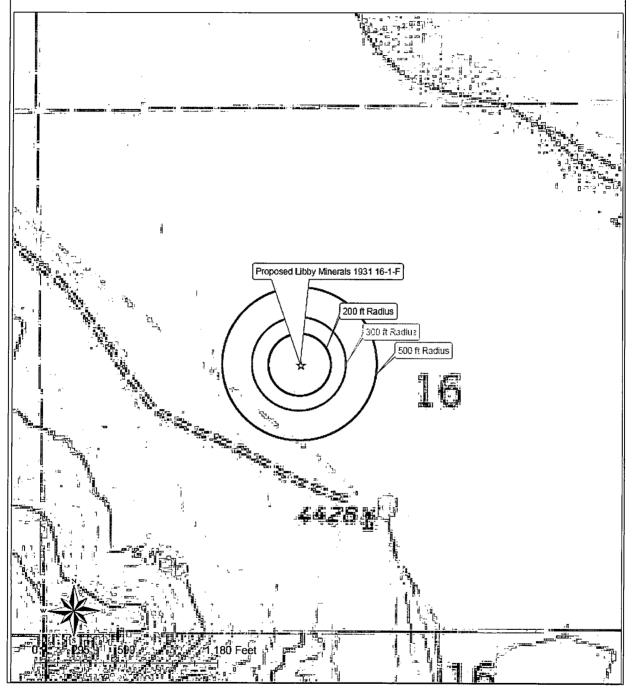
Presence within floodplain (should not be within a 100-year floodplain):

The location has not been mapped by FEMA (see FEMA printout, attached). However, soils data, topographic maps, and ortho data indicate that the location is not within a floodplain.

Siting Criteria Map I Water Wells Reliant Exploration & Production, LLC Libby Minerals LLC 1931 No. 16-1-F T19N, R31E, Section 16, NMPM Harding County, New Mexico



Siting Criteria Map II
Topographic Features
Reliant Exploration & Production, LLC
Libby Minerals LLC 1931 No. 16-1-F
T19N, R31E, Section 16, NMPM
Harding County, New Mexico

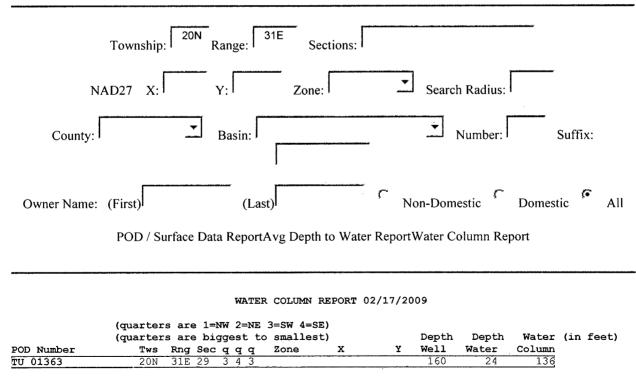


DEPTH-TO-WATER DATA

New Mexico Office of the State Engineer POD Reports and Downloads

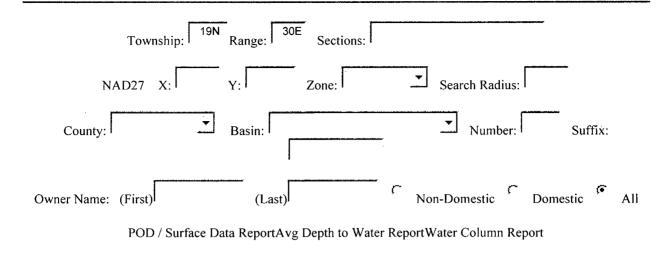
Township: 19N Range: 31E Sections:	·
NAD27 X: Y: Zone:	Search Radius:
County: Basin:	Number: Suffix:
Owner Name: (First) (Last)	Non-Domestic C Domestic All
POD / Surface Data ReportAvg Depth to Water	er ReportWater Column Report
	EPORT 02/17/2009 Depth Depth Water (in feet) Well Water Column

New Mexico Office of the State Engineer POD Reports and Downloads



Record Count: 1

New Mexico Office of the State Engineer POD Reports and Downloads

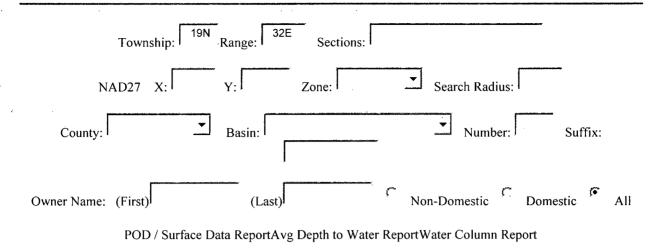


WATER COLUMN REPORT 02/17/2009

1	(quarter	s are	9 1=1	NW	2=	NE	3=SW 4=S	E)					
	(quarter	s are	e big	gge	st	: to	smalles	t)		Depth	Depth	Water	(in feet)
POD Number	Tws	Rng	Sec	q	q	q	Zone	X	Y	Well	Water	Column	
TU 00513 ,	19N	30E	04	2	3	1				60			
TU 01698 POD1	19N	30E	04	3	4	1				85	70	15	

Record Count: 2

New Mexico Office of the State Engineer POD Reports and Downloads



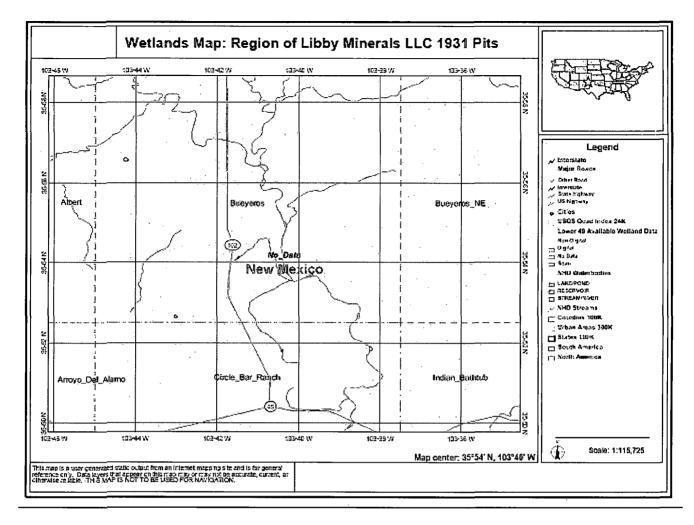
WATER COLUMN REPORT 02/17/2009

							S=SW 4=SE) smallest)			Dep	th	Depth	Water	(in	feet)
POD Nur	mber	Tws	Rng	Sec	q	q q	Zone	X	Y	Wel	.1	Water	Column		
TU 005	68	19N	32E	01	2	1 1				25	0				
TU 0068	89	19N	32E	03	4	3 2				10	0				
TU 0069	91	19N	32E	07	2	2 2				g	3				
TU 0069	92	19N	32E	14	3	2 4				7	1				
TU 006	77	19N	32E	15	1	2 1				4	8				
TU 006	78	19N	32E	20	2	3 3	 			6	0				
TU 006	79	19N	32E	21	4	1 2				6	50				
TU 0068	80	19N	32E	24	1	4 4				10	8				
TU 0069	90	19N	32E	26	3	4 4				11	.0				
TU 0068	82	19N	32E	28	1	2 1				10	0				
TU 006	76	19N	32E	29	3	1 4	 			1. C	0				
TU 006	71	19N	32E	29	3	3 1	 			10	0				
TU 005	90	19N	32E	36	4	1 4				15	0				

Record Count: 13

Source: New Mexico Office of the State Engineer. August 2008. iWaters database. http://iwaters.ose.state.nm.us:7001/iWATERS/. Internet accessed February 2009.

WETLAND DATA



Source: U.S. Fish and Wildlife Service National Wetlands Inventory. Updated March, 2009. http://www.fws.gov/wetlands/Data/mapper.html. Accessed March 2009.

100-Year Floodplain Data

FEMA Map Service Center - FEMA Issued Flood Maps

http://msc.fema.gov/webapp/wes/stores/servlet/CategoryDisplay?store...



Product Catalog | Map Search | Quick Order | Digital Post Office | Help Home > Product Catalog > FEMA Issued Flood Maps Log on

FEMA Issued Flood Maps

State: NEW MEXICO

County: HARDING COUNTY

Community: HARDING CO *

Sorry there are no items to display for this State, County and Community.

* designates unincorporated areas

FEMA.gov | Accessibility | Privacy Policy | FAQ | Site Help | Site Index | Contact Us

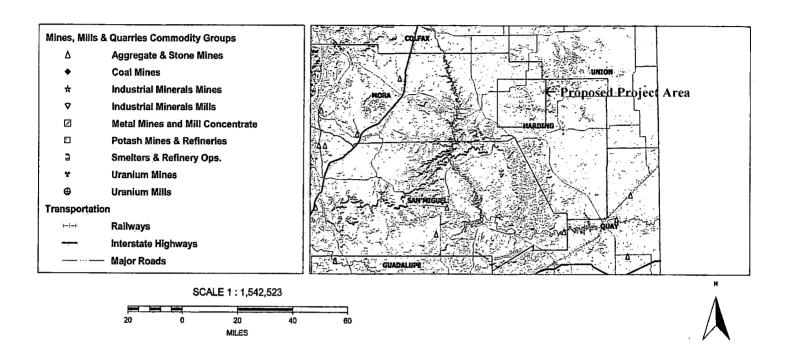
FEMA Map Service Center, P.O. Box 1038 Jessup, Maryland 20794-1038 Phone: (800) 358-9816 Adobe Acrobal Reader required to view certain documents. Click here to download.

Source: FEMA Map Service Center.

http://msc.fema.gov/webapp/wcs/stores/servlet/FemaWelcomeView?storeId=10001&catalogId=10001&landers. A start of the control of the control

gld=-1. Accessed February 2009.

MMQonline Public Version



http://www.emnrd.state.nm.us/MMD/MMQonline/MMQonline-PUBLIC-PROD.mwf

Tuesday, March 31, 2009 11:13 AM

Source: New Mexico Energy, Minerals and Natural Resources Department, Division of Mining and Minerals. Database. 2008. http://www.emnrd.state.nm.us/MMD/MRRS/MinesMillsQuarriesWebMap.htm. Internet accessed February 2009.

Design Plan (Based on Appropriate Requirements of 19.15.17.11 NMAC)

Design and construction specifications for this temporary pit are as follows:

- Prior to constructing the pit, topsoil would be stripped and stockpiled for use as final cover or fill at the time of closure.
- An upright sign (at least 12" x 24" with lettering at least 2" in height) would be placed conspicuously on the fence surrounding the pit, unless the site has an existing well sign (complying with 19.15.3.103 NMAC). The sign would be posted in a manner and location such that the legend can be easily read, and would contain the following information: operator's name, legal location (quarter-quarter or unit letter, section, township, and range), and emergency telephone number(s).
- If an adequate surrounding perimeter fence does not already prevent unauthorized access to the well site or facility, the pit would be fenced or enclosed in a manner that prevents unauthorized access. The fence would be at least four (4) foot in height with at least four (4) strands of barbed wire evenly spaced between the top and bottom. Fences would be maintained in good repair. During drilling or workover operations, three (3) sides of the pit would be fenced; the side adjacent to the drilling or workover rig would remain open only during such operations.
- The pit would be designed and constructed to ensure the confinement of liquids.
- The pit would be constructed with a properly constructed foundation and interior slopes consisting of a firm, unyielding base. The pit would be smooth and free of rocks, debris, sharp edges, or irregularities to prevent the liner's rupture or tearing. Slopes would be no steeper than two (2) horizontal feet to one (1) vertical foot (2H:1V).
- The pit would have a geomembrane liner with 20-mil string-reinforced LLDPE or its equivalent (approved by the division district office). This liner would be composed of an impervious, synthetic material resistant to petroleum hydrocarbons, salts, and acidic and alkaline solutions. The liner would be resistant to ultraviolet light. The liner would comply with EPA SW-846 method 9090A.
- Qualified personnel would perform field seaming. Liner seams would be minimized, particularly in corners and irregularly shaped areas. Field liner seams would be welded. Factory-welded seams would be used where possible. Prior to field seaming, liners would be overlapped four (4) to six (6) inches and would be oriented parallel to the line of maximum slope (along, not across, the slope).
- Construction would avoid excessive stress-strain on the liner.
- Geotextile would be used under the liner where needed to reduce localized stress-strain or protuberances that
 may compromise the liner's integrity.
- The edges of all liners would be anchored in the bottom of a compacted, earth-filled trench that is at least 18" deep.
- The liner would be protected from any fluid force or mechanical damage at any point of discharge into or suction from the pit.
- A berm, ditch, proper sloping, or other diversion would be constructed around the pit to prevent run-on of surface water. During drilled operations, the edge of the pit adjacent to the drilling or workover rig may not have protection if the pit is being used to collect liquids escaping from the rig and run-on will not result in a breach of the pit.
- The volume of the pit would not exceed 10 acre-feet, including freeboard.

Operating & Maintenance Plan (Based on Appropriate Requirements of 19.15.17.12 NMAC)

Operating and maintenance specifications for this temporary pit are as follows:

- The pit would be maintained to contain liquids and solids, prevent contamination of fresh water, and protect public health of the environment.
- All drilling fluids would be recycled, reused, reclaimed, or disposed of in a manner approved by division rules and that prevents contamination of fresh water and protects public health and the environment.
- Hazardous waste would not be discharged into or stored in the pit.
- If the pit liner's integrity is compromised or if penetration of the liner occurs above the liquid's surface, the appropriate division district office would be notified within 48 hours of the discovery, and the liner would be repaired or replaced.
- If the pit develops a leak or if any penetration of the liner occurs below the liquid's surface, all liquid above the damake or leak line would be removed within 48 hours, the appropriate division district office would be notified within 48 hours, and the liner would be repaired or replaced.
- The injection or withdrawal of liquids from the pit would be accomplished via a header, diverter, or other hardware that prevents damage to the liner by erosion, fluid jets, or impact from installation and removal of hoses or pipes.
- Pit operation would prevent the collection of surface water run-on.
- An oil-absorbent boom or other device would be installed and maintained onsite to contain and remove oil from the pit's surface.
- Only fluids used or generated during drilling or workover processes would be discharged into the pit. The
 pit would remain free of miscellaneous solid waste or debris. A tank made of steel or other division
 district office-approved material would be used to contain hydrocarbon-based drilling fluids.
 Immediately after cessation of a drilling or workover operation, any visibly or measurable layer of oil
 would be removed from the surface of the pit.
- At least two (2) feet of freeboard would be maintained.
- The pit would be inspected at least once daily while the drilling or workover rig is onsite. Thereafter, the pit would be inspected weekly as long as liquids remain within it. An inspection log would be maintained and made available to the division district office upon request. A copy of the log would be filed with the division district office at the time of pit closure.
- All free liquids would be removed from the pit within 30 days from release of the drilling or workover rig. On form C-105 or C-103, the date of the drilling or workover rig's release would be noted. If necessary, an extension of up to three (3) months may be requested from the division district office; this extension may or may not be granted.
- Any liquids used for cavitation would be removed from the pit within 48 hours after completing cavitation. If it is not feasible to access the location within 48 hours, this would be demonstrated to the district office's satisfaction and additional time would be requested.

Closure Plan

(Based on Appropriate Requirements of Subsection C, 19.15.17.9 NMAC & 19.15.17.13 NMAC)

Closure specifications for this temporary pit are as follows:

0

0

- The pit would be closed within six (6) months from the date that the drilling or workover rig is released. If necessary, the division district office may grant an extension not to exceed three (3) months.
- All liquids from the pit would be removed prior to closure. Liquids would be disposed of at the Sundance Services, Inc. Parabo Disposal Facility (Permit No. 010003), unless they are recycled, reused, or reclaimed in a division district office-approved manner.
- All contents, including synthetic pit liners, would be excavated from the pit and transported to Sundance Services, Inc. Parabo Disposal Facility (Permit No. 010003).
- The soils beneath the pit would be tested to determine whether a release occurred. A five-point composite sample would be collected. In addition, grab samples would be gathered from any area that is wet, discolored, or showing evidence of a release. The samples would be sent to an approved laboratory and analyzed for benzene, total BTEX, TPH, the GRO and DRO combined fraction, and chlorides. The following should not be exceeded:
 - o Benzene (as determined by EPA SW-846 method 8021B or 8260B or other division-approved EPA method): 0.2 mg/kg
 - BTEX (as determined by EPA SW-846 method 8021B or 8260B or other division-approved EPA method): 50 mg/kg
 - TPH (as determined by EPA SW-846 method 418.a or other division-approved EPA method):
 2500 mg/kg
 - o GRO and DRO combined fraction (as determined by EPA SW-846 method 8015M): 500 mg/kg
 - Chlorides (ads determined by EPA method 300.1): 500 mg/kg or background concentration, whichever is greater

The division would be notified of the results on form C-141, at which point the division may require additional delineation.

- If it is determined that a release has occurred, Reliant would comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.
- If it is determined that a release has not occurred, or that any release doesn't exceed the above-specified concentrations, the pit excavation would be backfilled with compacted, non-waste-containing, earthen material. A division-prescribed soil cover would be constructed and the site would be recontoured and revegetated, per Subsections G, H, and I of 19.15.17.13 NMAC:
 - All areas associated with the pit that are no longer being used would be substantially restored to the condition that existed prior to oil and gas operations by placement of the soil cover (detailed below), recontouring to match original contours and surrounding topography, and revegetating (detailed below).
 - o If an alternative to the revegetation requirements is required to prevent erosion, protect fresh water, or protect human health and the environment, this alternative would be proposed to the surface owner. The proposed alternative, with written documentation demonstrating that the surface owner approves the alternative, would be submitted to the division for approval.

- o Soil cover would consist of the background thickness of topsoil or one (1) foot of material suitable for establishing vegetation at the site, whichever is greater.
- o Soil cover would be constructed to the site's existing grade and would prevent ponding of water and erosion of the cover material.
- o The first growing season following pit closure, all disturbed areas associated with the pit and no longer being used would be seeded or planted.
- O Seeding would be accomplished by drilling on the contour whenever practical, or by other division-approved methods. Vegetative cover equaling 70% of the native perennial vegetative cover (unimpacted by overgrazing, fire, or other damaging intrusion) would be obtained. This cover would consist of at least three (3) native plant species, including one (1) grass species but not including noxious weeds. That cover would be maintained through two (2) successive growing seasons, during which time no artificial irrigation would occur.
- Seeding or planting would be repeated until the required vegetative cover is successfully achieved.
- When conditions aren't favorable for the establishment of vegetation (such as during periods of drought), the division would be contacted for approval to delay seeding or planting, or for approval to use additional cultural techniques such as mulching, fertilizing, irrigating, fencing, etc.
- The division would be notified when seeding or planting is completed, and when successful revegetation has been achieved.
- Within 60 days of closure, completion, a closure report would be submitted on form C-144, with necessary attachments, to document closure activities, including sampling results, a plot plan, and backfilling details. In this closure report, Reliant would certify that all information in the report and attachments is correct and that Reliant has complied with all applicable closure requirements and conditions specified in the approved Closure Plan. A plat of the temporary pit location would be provided on form C-105.

Reliant Exploration and Production LLC 300 N. Marienfeld, Suite 600 Midland, Texas 79701

2009 APR 21 AM 11 30

April 20, 2009

VIA UPS NEXT DAY AIR

Mr. Ed Martin District IV Supervisor New Mexico Oil Conservation Division 1220 S. St. Francis Dr. Santa Fe, New Mexico 87505

Re: Reliant Exploration & Production LLC OGRID Number: 251905 Forms C-101, C-102, C-144

Dear Mr. Martin:

Reliant Exploration and Production LLC hereby submits for filing with the State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division ("OCD"), the following:

- (i) C-101, Application for Permit to Drill, Well No. 11-1-K, Section 11, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (ii) C-102, Well Location and Acreage Dedication Plat, Well No. 11-1-K, Section 11, Township 19 North, Range 31 East, NMPM, Harding. County, NM;
- (iii) C-144, Application for Pit Permit, Well No. 11-1-K, Section 11, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (iv) C-101, Application for Permit to Drill, Well No. 8-1-K, Section 8, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (v) C-102, Well Location and Acreage Dedication Plat, Well No. 8-1-K, Section 8, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (vi) C-144, Application for Pit Permit, Well No. 8-1-K, Section 8, Township 19 North, Range 31 East, NMPM, Harding County, NM;

- (vii) C-101, Application for Permit to Drill, Well No. 5-1-K, Section 5, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (viii) C-102, Well Location and Acreage Dedication Plat, Well No. 5-1-K, Section 5, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (ix) C-144, Application for Pit Permit, Well No. 5-1-K, Section 5, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (x) C-101, Application for Permit to Drill, Well No. 9-1-K, Section 9, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xi) C-102, Well Location and Acreage Dedication Plat, Well No. 9-1-K, Section 9, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xii) C-144, Application for Pit Permit, Well No. 9-1-K, Section 9, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xiii) C-101, Application for Permit to Drill, Well No. 10-1-K, Section 10, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xiv) C-102, Well Location and Acreage Dedication Plat, Well No. 10-1-K, Section 10, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xv) C-144, Application for Pit Permit, Well No. 10-1-K, Section 10, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xvi) C-101, Application for Permit to Drill, Well No. 14-1-F, Section 14, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xvii) C-102, Well Location and Acreage Dedication Plat, Well No. 14-1-F, Section 14, Township 19 North, Range 31 East, NMPM, Harding County, NM;

Martin New Mexico OCD April 20, 2009 Page 3

- (xviii) C-144, Application for Pit Permit, Well No. 14-1-F, Section 14, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xix) C-101, Application for Permit to Drill, Well No. 15-1-F, Section 15, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xx) C-102, Well Location and Acreage Dedication Plat, Well No. 15-1-F, Section 15, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xxi) C-144, Application for Pit Permit, Well No. 15-1-F, Section 15, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xxii) C-101, Application for Permit to Drill, Well No. 16-1-F, Section 16, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xxiii) C-102, Well Location and Acreage Dedication Plat, Well No. 16-1-F, Section 16, Township 19 North, Range 31 East, NMPM, Harding County, NM;
- (xxiv) C-144, Application for Pit Permit, Well No. 16-1-F, Section 16, Township 19 North, Range 31 East, NMPM, Harding County, NM;

Please let me know if you have any questions or need additional information. Thank you.

Kindest Regards,

Reliant Exploration and Production LLC

Frank A. Hunold, Jr. General Counsel

Tel. (432) 617-4211

Email: fhunold@reliantholdingsltd.com

Martin New Mexico OCD April 20, 2009 Page 4

Cc: Earl DeBrine
Scott Vanderburg
Vance Vanderburg
Freddie Vanderburg