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 AUG 27 2008 Proposed Alternative Method Permit or Closure Plan Application
1 toposed Attendative Wednod Ferritt of Closure Fran 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 Closure 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 Closure 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 Closure 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 Closure 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 Closure 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 Closure 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 Closure 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 Closure 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 Closure 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 Closure 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 Closure of a pit, closed-loop system, below-grade tank, or proposed al
ns: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request
at approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the

Instructions: Ple Please be advised that approv environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances. OGRID #: 001801 Operator: BEPCO, L.P. Address: P.O. BOX 2760 Midland, TX 79702 Facility or well name: Big Eddy Unit #171 API Number: 30-015-35591 OCD Permit Number: County: Eddy U/L or Qtr/Qtr SWNW Township 22S Range 28E Section 25 D: □1927 □ 1983 Center of Proposed Design: Latitude N 32.361389 Longitude W 104.047306 Data indicates Ground Water may be Surface Owner: ☑ Federal ☐ State ☐ Private ☐ Tribal Trust or Indian Allotment encountered at less than 100'. Li proposal for onsite trench burial of pit Pit: Subsection F or G of 19.15.17.11 NMAC Temporary: Drilling Workover Liner t contents is denied. Permanent Emergency Cavitation Steel Pit _mii 🔲 LLDPE 🗌 HDPE 🔲 PVC □ Unlined Liner type: Thickness 20 mil □ LDPE □ HDPE □ PVC Other Seams: Welded Factory Other ☐ String-Reinforced Seams: Welded Factory Other Volume: Volume: 12,500 bbl Dimensions: L ____ x W ___ x D Dimensions: Length x Width Below-grade tank: Subsection I of 19.15.17.11 NMAC Fencing: Subsection D of 19.15.17.11 NMAC Volume: Chain link, six feet in height, two strands of barbed wire at top Type of fluid: Four foot height, four strands of barbed wire evenly spaced between one and Tank Construction material: four feet Netting: Subsection E of 19.15.17.11 NMAC Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off ☐ Screen ☐ Netting ☐ Other ☐ Visible sidewalls and liner Monthly inspections ☐ Visible sidewalls only Signs: Subsection C of 19.15.17.11 NMAC Other ≥ 12"x24", 2" lettering, providing Operator's name, site location, and Liner type: Thickness mil HDPE PVC emergency telephone numbers Other ☑ Signed in compliance with 19.15.3.103 NMAC Alternative Method: Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration 19.15.17 NMAC for guidance. of approval. Please check a box if one or more of the following is requested, if not leave 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

Page Lof 4 Serial

Environmental Bureau office for consideration of approval.

Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above-grade tanks associated with a closed-loop system.									
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ 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 puts and below-grade tanks) - 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) - 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 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	☐ 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									
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									
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9									
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the do attached.	ocuments are								
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. 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 - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC	9 NMAC								
Previously Approved Design (attach copy of design) API Number: 30-015-35591 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 deattached. Geologic and Hydrogeologic Data (required for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of Siting Criteria Compliance Demonstrations (required for on-site closure) - based upon the appropriate requirements of 19.15.17.10 Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.19 NMAC and 19.15.17.13 NMAC	19.15.17.9								
NMAC Previously Approved Design (attach copy of design) API Number:									

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 do attached.	cuments are		
Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC			
 □ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC □ Quality Control/Quality Assurance Construction and Installation Plan □ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC □ Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC □ Nuisance or Hazardous Odors, including H₂S, Prevention Plan □ Emergency Response Plan □ Oil Field Waste Stream Characterization □ Monitoring and Inspection Plan 			
Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC			
Proposed Closure: 19.15.17.13 NMAC			
Type: 🛮 Drilling 🔲 Workover 🗀 Emergency 🗀 Cavitation 🔲 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 Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for cor	nsideration)		
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.			
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ⊠ No ☐ NA		
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ⊠ No ☐ NA		
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No		
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		

	ections: 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 attacted. Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13										
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 17:13:17:15										
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cu										
Soil Backfill and Cover Design Specifications - based upon the appropriate require										
Re-vegetation Plan - based upon the appropriate requirements of Subsection 1 of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC										
Waste Removal Closure For Closed-loop Systems That Utilize Haul-off Bins Only:	(19.15.17.13.D NMAC) Instructions: Please indentify the facility									
or facilities for the disposal of liquids, drilling fluids and drill cuttings.										
	osal Facility Permit Number:									
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the follow a check mark in the box, that the documents are attached.	wing items must be attached to the closure plan. Please indicate,									
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements	ents 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 and Design of Burial Trench (if applicable) based upon the appropria										
 Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements 	onMAC ents of Subsection F of 19 15 17 13 NMAC									
Waste Material Sampling Plan - based upon the appropriate requirements of Subse										
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cu										
 ⊠ Soil Cover Design - based upon the appropriate requirements of Subsection H of I ≅ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of IS 										
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of Subsection										
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): Annette Childers	Title: Administrative Assistant									
Signature: Omnotto Chulding	Date: 8-26-08									
e-mail address: machilders@basspet.com	Telephone: (432) 683-2277									
OCD Approval: Permit Application (including closure plan) Closure Plan (only	v)									
OCD Approval: Permit Application (including closure plan) Closure Plan (only										
OCD Representative Signature:	Approval Date:									
OCD Representative Signature:	Approval Date:									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. Proposal for onsite trench burial of pit										
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. Proposal for onsite trench burial of pit proposal for onsite pit pit proposal for onsite pit proposal for onsite pit proposal for onsite pit proposal for onsite pit pit pit pit proposal for onsite pit proposal for onsite pit pit	Approval Date: ermit Number: 5.17.13 NMAC									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. Proposal for onsite trench burial of pit proposal for onsite trench burial of pit contents is denied.	Approval Date:									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. Proposal for onsite trench burial of pit proposal for onsite trench burial of pit contents is denied.	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date:									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered encounte	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date:									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: Desure Method									
OCD Representative Signature: Title: DENTED Data indicates Ground Water may be encountered at less than 100'. encountered	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: osure Method st be attached to the closure report. Please indicate, by a check NAD: NAD: 1927 1983									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 100'. Proposal for onsite trench burial of pit proposal for onsite trench buria	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: osure Method st be attached to the closure report. Please indicate, by a check NAD: 1927 1983 true, accurate and complete to the best of my knowledge and									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: osure Method st be attached to the closure report. Please indicate, by a check NAD: 1927 1983 true, accurate and complete to the best of my knowledge and									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: osure Method st be attached to the closure report. Please indicate, by a check NAD: 1927 1983 true, accurate and complete to the best of my knowledge and d conditions specified in the approved closure plan.									
OCD Representative Signature: Data indicates Ground Water may be encountered at less than 100'. encountered at less than 10	Approval Date: ermit Number: 5.17.13 NMAC Closure Completion Date: osure Method st be attached to the closure report. Please indicate, by a check NAD: 1927 1983 true, accurate and complete to the best of my knowledge and d conditions specified in the approved closure plan.									

BEPCO, L.P. Big Eddy Unit #171 Section 25, T-22-S, R-28-E Eddy County, NM

API# 30-015-35591

SITING CRITERIA

Satellite images, iWATERS database search and topographic maps are attached to prove compliance with 19.15.17.10 NMAC SITTING REQUIREMENTS.

CONSTRUCTION AND DESIGN OF BURIAL TRENCH

The on-site trench shall have a properly constructed foundation and side walls consisting of a firm, unyielding base, free of rocks, debris, sharp edges or irregularities to prevent the liner from rupturing or tearing. The properly constructed pit will consist of the following dimensions 250' x 150' x 20' and will contain a 20 mil LDPE or greater pit liner. The outer edges of the liner will be secured for the placement of the excavated waste material into the trench and the outer edges of the trench liner will overlap the waste material prior to the proper installation of the geomembrane cover.

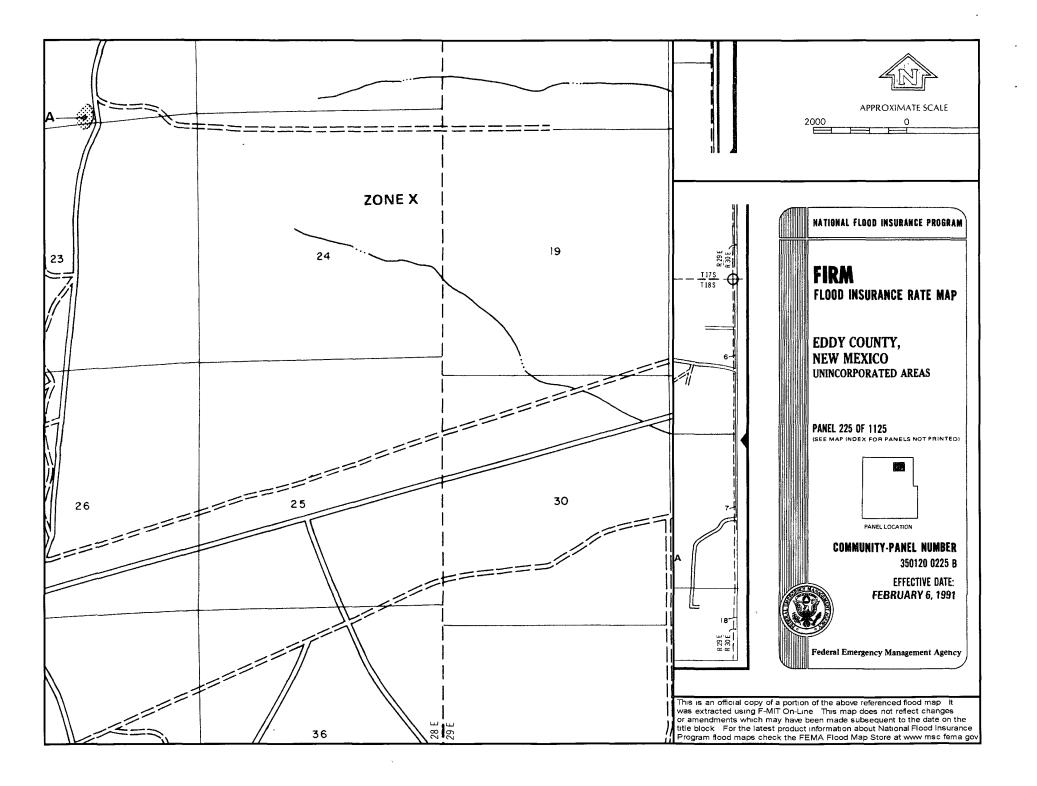
CONFIRMATION SAMPLING PLAN

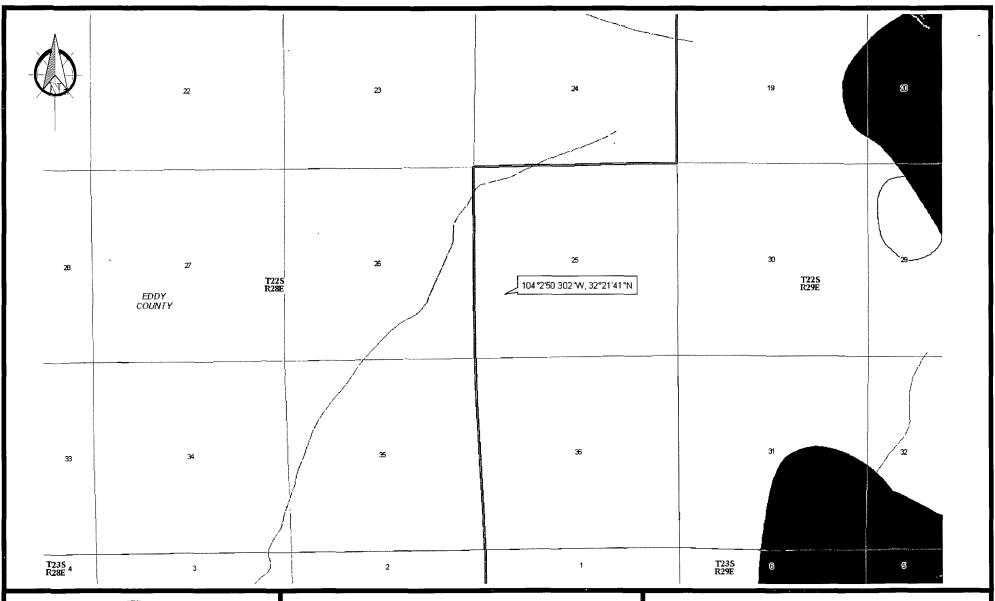
A five point aliquot soil sample will be collected from the excavation floor and walls. To ensure the soil does not exceed acceptable concentrations of Benzene (EPA SW-846 method 8021B or 8260B), Total BTEX (EPA SW-846 Method 8021B or 826B), TPH (EPA SW-843 method 418.1), GRO and DRO combined fraction (EPA SW 846 method 8015M0), and Chlorides (EPA method 300.1). After sampling program is completed, the temporary pit will be backfilled with native, earthen material, contoured and re-vegetated, described in attached SITE RECLAMATION PLAN.

WASTE MATERIAL SAMPLING PLAN

Frior to placing the contents from the temporary pit into the on-site burial trench, the contents shall be stabilized or solidified to a bearing capacity sufficient to support the final cover of the trench burial. The contents of the temporary pit will be mixed with soil at a ratio no greater than 3:1. After the treatment or stabilization of the pit content, a five point, composite sample will be obtained to demonstrate that the contents do not exceed acceptable concentrations of Benzene (EPA SW-846 method 8021B or 8260B), Total BTEX (EPA SW-846 Method 8021B or 826B), TPH (EPA SW-843 method 418 1), GRO and DRO combined fraction (EPA SW 846 method 8015M0), and Chlorides (EPA method 300 1). Due to the ground water depth >100', chloride limitations will be 1000 ppm. Plan B. After the waste material sampling has been completed and the results do not meet afore mentioned sampling guidelines, the material shall be removed and shipped to Controlled Recovery, Inc.

Refer to 19.15.17.13 F.(3)(c)(d)(e)



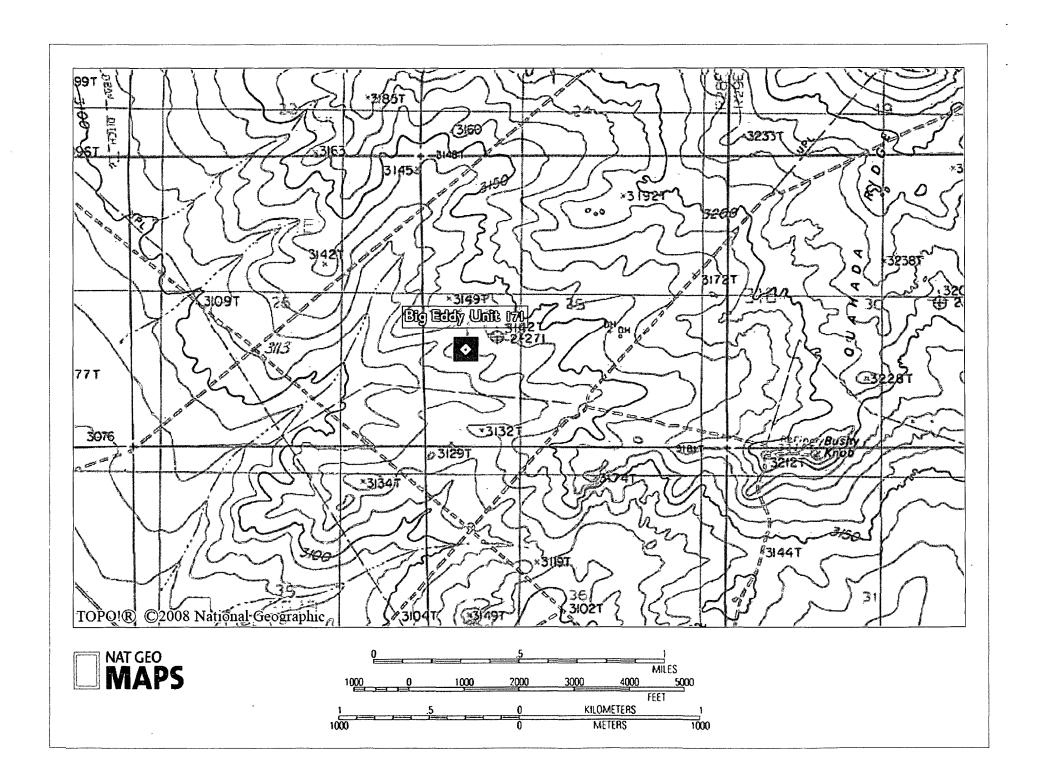




BEPCO, L.P.
Big Eddy Unit #171
Section 25, Township 22S, Range 28E
Eddy County, New Mexico

FEMA 100 YEAR FLOOD PLAIN July 8, 2008

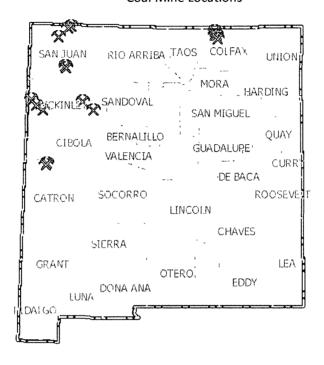
Drawing Not To Scale



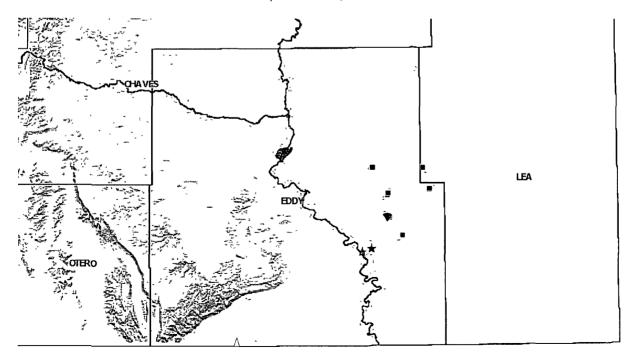


MINING AND MINERALS DIVISION

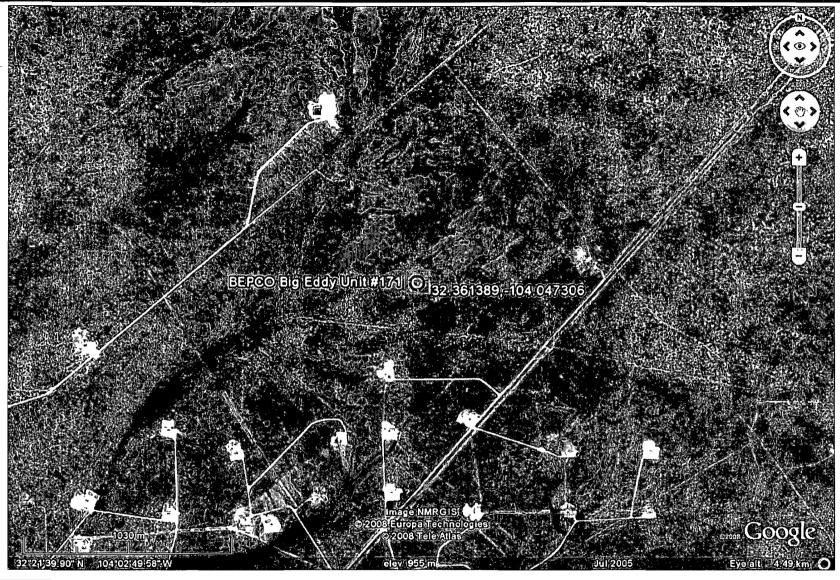
Coal Mine Locations



Mines, Mills and Quarries Locations







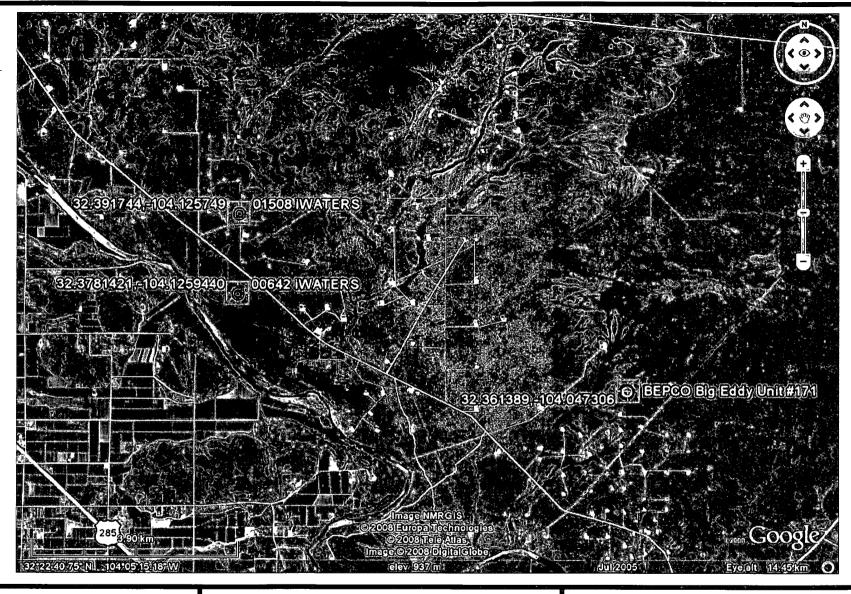


BEPCO, L.P.
Big Eddy Unit #171
Section 25, Township 22S, Range 28E
Eddy County, New Mexico

SATELLITE IMAGE July 15, 2008

Drawing Not To Scale







BEPCO, L.P.
Big Eddy Unit #171
Section 25, Township 22S, Range 28E
Eddy County, New Mexico

WATER WELL LOCATIONS

July 15, 2008

Drawing Not To Scale

New Mexico Office of the State Engineer

POD Reports and Downloads	
Township 22S Range 28E Sections 1-30	
NAD27 X Y Zone	-
County Basin Sumber Suffix	
Owner Name (First) (Last) ONon-Domestic ODomestic ©All	
POD / Surface Data Report Avg Depth to Water Report Water Column Report	
Clear Form (WATERS Menu Help)	
POD / SURFACE DATA REPORT 07/07/2008 (quarters are 1=NW 2=NE 3=SW 4=SP)	

			POD / SURFACE DATA REPORT 0	7/07/2008														
				(qu	arters are	1=NW	2=NE 3=	SW 4=SE)										
	(acre	e ft per ann	um)	(qu	arters are				X Y are			UTM are 1			Start	Finish		Depth (in fe
DB File Nbr	Use	Diversion	Owner	POD Number	Source	Tws	Rng Se	cqqq	Zone	х	Y	UTM_Zone		Northing	Date	Date	Well	Water
C 00035	IPR		SPENCE R T	C 00035	Shallow		28E 32					13	583127		06/01/1949		146	
C 00035 A	IPP	0	KELLEY P O	C00035	Shallow	22S	28E 32	3 3 3				13	583127		06/01/1948		146	
C 00036 _	IPP	0	R T SPENCE	C 00036	Shallow		28E 32					13	583916		08/02/1948	10/13/1948	106	
C00052	IRP	0	LOPEZ CRUZ R	C 00052		225	28E 30	4 4 3				13	582707	3580371				
C 00212	IPP	794 46	HAPOLD FAULY	C 00212	Shallow	228	23E 32	3 3 3				13	583127		06/01/1957		146	30
				C00213	Shallow	22S	28E 32	1 4 1				13	583517		02/04/1965		300	35
C00213	IRP	0	HAROLD FAULK	C 00212	Shallow	22S	28E 32	3 3 3				13	583127		06/04/1957		146	30
				C 00213	Shallow	228	28E 32	1 4 1				13	583517		02/04/1965	02/20/1965	200	35
C _00214	IRR	0	HAROLD FAULK	C 00214		22S	29E 32	3 3 2				13	583327	3579962		12/31/1946	200	
C 00236	DOM	3	HAROLD FAULK	C 00236	Shallow	22S	28E 32	3 2 2				13	583723	3579372			60	39
C 00434	IPR	0	SPENCE R T	C 00434		228	28E 32	3 1				13	583223	3579265				
C 00642	DOM	0	VALLEY LAND CO	C 00642	Shallow	225	28E 19					13	592220	3582687			200	
C00815 _	EAB	0	VALLEY LAND CO	C00815		223	28E 30	2 1				13	582398	3581680				
C 00816	E (P	0	VALLEY LAND CO	C 00816		22S	28E 30	2 3				13	582402	3581277				
C 00817	EΚP	0	VALLEY LAND CO	C 00817		225	28E 30	2 2				13	582794	3581680				
C 01206	IPP	0	CRUZ P LOPEZ	C 01206		228	28E 30	4 4				13	582808	3580472				
C 01405	DOM	3	CRUZ R LOPEZ	C01405		22\$	28E 30	4 4 4				13	582907	3580371				
C 01457	IPR	0	LOPEZ CRUZ R	C 01457		228	28E 30	4 4				13	582808	3580472				
C 01508	PPO	3	AMOCO PRODUCTION COMPANY	C 01508	Shallow	22S	28E 18	4 1 1				13	582206	3584195	08/24/1973	08/25/1973	180	
C 01819	EAP	0	CITY OF CARLSEAU	C 01819 M		225	28E 29	2 1 1				13	583878	3581796				
				C 01819 M-2		225	28E 29	3 1 1				13	583100	3580974				
				C 01819 M-3		22S	28E 29	3 2 1				13	583497	3580983				
				C 01819 M-4		225	28E 29	4 1 4				13	584094	3580791				
				C 01819 M-5		225	28E 28	3 3 1				13	581698	3580€04				
				C 01819 M-6	•	228	28E 32	2 2 2				13	584510	3580194				
				C 01819 M-7		223	28E 33	1 4 1				13	585119	3579801				
				C 01819 M-8		228	28E 29	1 3 4				13	583295	3591177				
				C 01819 M-9		22S	28E 30	2 1 3				13	582297	3581579				
C 02005	STK	3	SAMMY & ANN CLARK	C 02005		228	28E 02	1 1 1				13	587908	3588317				
C 02006	3TK	3	SAMMY & ANN CLARK	C02006		225	28E 09	3 2 3				13	585023	3585647				
C 02010	SIK	3	HENRY H GRANDI	C 02010		228	28E 15	3 4				13	586763	3583748				
C 02578	DOM	0	PATRICK AND CAROLE EDEAL	C 02578		22S	29E 13	1 2 2				13	590114	3585090			150	
C 02840	EZP	0	BRANTLEY BROS	C 02840		22\$	28E 31	1 3 2				13	581721	3579758			220	
C 03040	DOM	3	BRANTLE / FAPMS	C 03040	Snallow	225	23E 31	1 3 4				13	581658	3579603	03/15/2004	03/17/2004	7.2	42
C 03094	DOM	3	HAROLD FAULK	C 03094	Shallow	22S	23E 32	1 3 3				13	593117	3579567	11/24/2004	11/28/2004	138	53
C 03101	PPO .	0	MEWBOURNE OIL CO	C 03040	Shallow	225	28E 31	1 3 4				13	591658	3579€03	03/15/2004	03/17/2004	72	42
C 03131	PPO	0	NADEL & GUSSMAN OIL	C 03131		22\$	29E 32	3 3 3				13	583127	3578762				
C 03135	PRO		PATTEPSON DRILLING	C 03040	Shallow	225	28E 31	1 3 4				13	581658	3579603	03/15/2004	03/17/2004	72	42
C 03184	DOM		DAVID FAULK	C 03184	Shallow	225	28E 32	2 3 3				13	583916	3579593	09/29/2006	10/02/2006	157	30
C 03191	PPO		NADEL & GUSSMAN	C 00212	Shallow		28E 32					13	583127	3579762	06/04/1957	03/31/1947	146	30
	PRO		NADEL AND CUSSMAN PERMIAN LLC		Shallow		28E 31					13	581659	3579603	03/15/2004	03/17/2004	72	42
C 03331	STK		BRANTLEY BROS	C 03331 POD1		225	28E 31	2 1 4				13	582510	3579966				
C 03334	280		MEWBOURNE OIL	C 03040	Shallow		28E 31					13	581658	3579603	03/15/2004	03/17/2004	72	42
C03382	PPO		NOVA MUD		Shallow		28E 31					13	581658		03/15/2004		72	4.2
			=															

Record Count 44



SITE RECLAMATION PLAN

RECLAMATION OBJECTIVE

(This reclamation objective is in accordance with Surface Operating Standards and Guidelines for Oil and Gas Exploration and Development: Based upon the appropriate requirements of 19.15.17.13 NMAC)

Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can insure the effect is not permanent. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases, this means returning the land to a condition approximating or equal to that which existed prior to the disturbance.

The reclamation process involves restoring the original landform or creating a landform that approximates and blends in with the surrounding landform. It also involves revegetating disturbed areas to native species, controlling erosion, controlling invasive non-native plants and noxious weeds, and monitoring results

Reclamation generally can be judged successful when a self-sustaining, vigorous, diverse, native (or otherwise approved) plant community is established on the site, with a plant density sufficient to control erosion and non-native plant invasion and to re-establish wildlife habitat or forage production. Erosion control is generally sufficient when adequate groundcover is reestablished, water naturally infiltrates into the soil, and gullying, headcutting, slumping, and deep or excessive rilling is not observed. The site must be free of State-or county-listed noxious weeds, oilfield debris, contaminated soil, and equipment.

RECLAMATION PLAN

A reclamation plan is included in the Surface Use Plan of Operations and should discuss plans for final reclamation. Reclamation is required of any surface previously disturbed. The operator should submit a new plan with the Notice of Intent to Abandon (NIA) or Subsequent Report Plug and Abandon (SRA) using the Sundry Notices and Reports on Wells Form 3160-5 when abandoning wells and other facilities that do not have an approved reclamation plan. Additional reclamation measures may be required based on the conditions existing at the time of abandonment and made a part of the conditions of approval of the NIA or SRA. Earthwork for final reclamation generally must be completed within 6 months of plugging.

Pit Reclamation The site will be reclaimed to a natural condition that blends with the rest of the reclaimed pad area. In addition, the reclaimed pit will be restored to a safe and stable condition.

<u>Site Preparation and Revegetation</u> Disturbed areas will be revegetated after the site has been satisfactorily prepared. Site preparation will include respreading topsoil to an adequate depth, described by the sections below, and may also include ripping, tilling, disking on contour, and dozer track-imprinting. Seeding will be accomplished by drilling on the contour whenever practical or by other approved methods such a dozer track-walking followed by broadcast seeding. Seeding will be performed according to the application specifications outlined by the BLM BLM Seed Mixture 2 for sandy sites is to be applied as addressed below.

Soil Cover Designs

The soil cover for site reclamation shall consist of one or more of the following parameters:

- (A) The soil cover for closures where the operator has removed the pit contents or remediated the contaminated soil to the divisions' satisfaction shall consist of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater.
- (B) The soil cover for burial-in-place or trench burial shall consist of a minimum of four feet of compacted, non-waste containing, earthen material. The soil cover shall include either the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater.
- (C) The holder shall construct the soil cover to the site's existing grade and prevent ponding of water and erosion of the cover material.

Re-vegetation Procedure, using BLM Seed Mixture 2, for Sandy Sites

The holder will begin seeding the first growing season after the holder closes a pit or trench or is no longer using a drying pad, below-grade tank or an area associated with a closed-loop system, pit or below-grade tank, including access roads. Seeding shall be accomplished by drilling on the contour whenever practical or by other division-approved methods. The holder will seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State Law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop to the bottom of the drill and are planted first). The holder will take appropriate measures to ensure that this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The holder shall obtain coverage that equals 70% of the native perennial vegetative cover (un-impacted by overgrazing, fire or other intrusion damaging to native vegetation) consisting of at least three native plants native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. During the two growing seasons, that prove viability, there will be no artificial irrigation of the vegetation. The holder will repeat seeding or planting as necessary, until it successfully achieves the required vegetation cover. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

When conditions are not favorable for the establishment of vegetation, such as periods of drought, the holder may delay seeding or planting, with the division's approval, until soil moisture conditions become favorable. However, the division may require the holder to use additional cultural techniques such as mulching, fertilizing, irrigating, fencing, or other practices to establish re-vegetation. The holder may propose an alternative to the re-vegetation plan if the holder demonstrates that the proposed alternative effectively prevents erosion, and protects fresh water, human health, and the environment. The proposed alternative shall be agreed upon by the surface owner. The holder will then submit the

proposed alternative, with written documentation, that the surface owner agrees to the alternative, to the division for approval.

The holder will notify the division when it has seeded or planted and when it successfully achieves re-vegetation

BLM Seed Mixture 2, for Sandy Sites

Species to be planted in pounds of pure live seed* per acre:

<u>Species</u>	<u>lb/acre</u>
Sand dropseed (Sporobolus cryptandrus) Sand love grass (Eragrostis trichodes) Plains bristlegrass (Setaria macrostachya)	1 0 1.0 2.0

^{*}Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure life seed

WELL RECLAMATION

Pit Locations, On-Site Burial Locations, and Drying Pads

Once the holder has closed a pit or trench, or is no longer using a drying pad, below-grade tank or an area associated with a closed-loop system, pit, trench or below-grade tank, the holder will reclaim the pit location, drying pad location, below-grade tank location, or trench location and all areas associated with the closed-loop system, pit, trench or below-grade tank, including associated access roads, to a safe and stable condition that blends with the surrounding, undisturbed area. The holder shall substantially restore the impacted surface area to the condition that existed prior to oil and gas operations by placement of the soil cover as stated previously, recontour the location and associated areas to a contour that approximates the original contour, and blends with the surrounding topography and re-vegetate the site as stated previously.

<u>Final Reclamation</u> Restoration of the original landform is a key element in ensuring that the effects of oil and gas development are not permanent. To achieve final reclamation, the well site will be recontoured to original contour or a contour that blends with the surrounding landform, stockpiled topsoil redistributed, and the site revegetated.

In recontouring areas that have been surfaced with gravel or similar materials (caliche), the material must be removed from the well location or buried deep in the recontoured cut to prevent possible surface exposure. All excavations and pits will be closed in accordance with New Mexico Oil Conservation Division standards and graded to conform to the surrounding terrain.

Salvaged topsoil must be respread evenly over the surfaces to be revegetated. The topsoiled site will be prepared to provide a seedbed for reestablishment of desirable vegetation.

Water breaks and terracing will only be installed when absolutely necessary to prevent erosion of fill material



The Oilfield Waste Disposal Experts.^{5M}



Disposal Facility Name

Controlled Recovery, Inc

Permit Number

R-9166