

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NM95641
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator Ray Westall 18862		7. If Unit or CA Agreement, Name and No.
3a. Address P.O. Box 4, Loco Hills, NM 88255		8. Lease Name and Well No. TBM Federal #1 34915
3b. Phone No. (include area code) (505)677.2370		9. API Well No. 30-025.37343
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface 900' FNL & 1980' FWL At proposed prod. zone Same "C"		10. Field and Pool, or Exploratory Lusk Morrow North (gas) 80800
11. Sec., T. R. M. or Blk. and Survey or Area Sec. 8 T19S, R32E		12. County or Parish Lea
13. State NM		14. Distance in miles and direction from nearest town or post office* 15 miles SW of Loco Hills NM
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 990'	16. No. of acres in lease 160	17. Spacing Unit dedicated to this well 320
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1080'	19. Proposed Depth 13,000	20. BLM/BIA Bond No. on file NM0322
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3636' GL	22. Approximate date work will start* 07/15/2005	23. Estimated duration 21 days

24. Attachments

Capitan Controlled Water Basin

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature 	Name (Printed/Typed) Randall L. Harris	Date 5/25/05
Title Geologist		

Approved by (Signature) /s/ Joe G. Lara	Name (Printed/Typed) /s/ Joe G. Lara	Date JUN 27 2005
Title FIELD MANAGER		Office CARLSBAD FIELD OFFICE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  
Conditions of approval, if any, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on page 2)

APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS AND  
SPECIAL STIPULATIONS  
ATTACHED

DECLARED WATER BASIN  
CEMENT BEHIND THE 13 3/8"  
CASING MUST BE CIRCULATED  
WITNESS

CEMENT BEHIND THE 8 5/8"  
CASING MUST BE CIRCULATED

DISTRICT I  
1625 N. FRENCH DR., BOBBS, NM 88240

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised JUNE 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

DISTRICT II  
1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV  
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number <b>30.025.37343</b>	Pool Code <b>80800</b>	Pool Name <b>Lusk, Morrow, North (Gas)</b>
Property Code <b>34915</b>	Property Name <b>TBM FEDERAL</b>	Well Number <b>1</b>
OGRID No. <b>18862</b>	Operator Name <b>RAY WESTALL OPERATING</b>	Elevation <b>3636'</b>

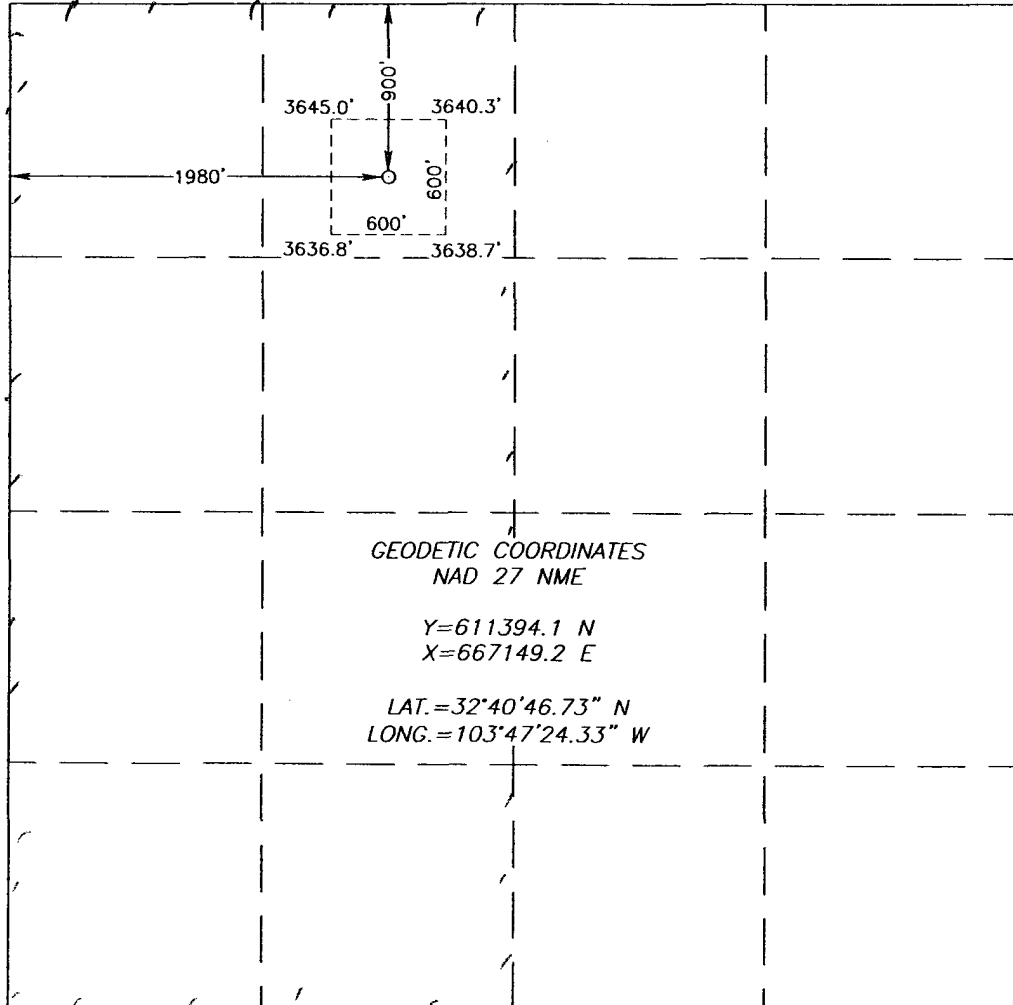
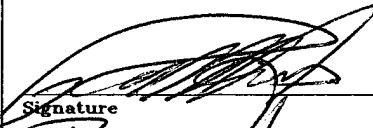
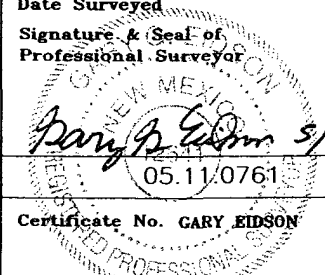
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	8	19-S	32-E		900	NORTH	1980	WEST	EDDY LEA

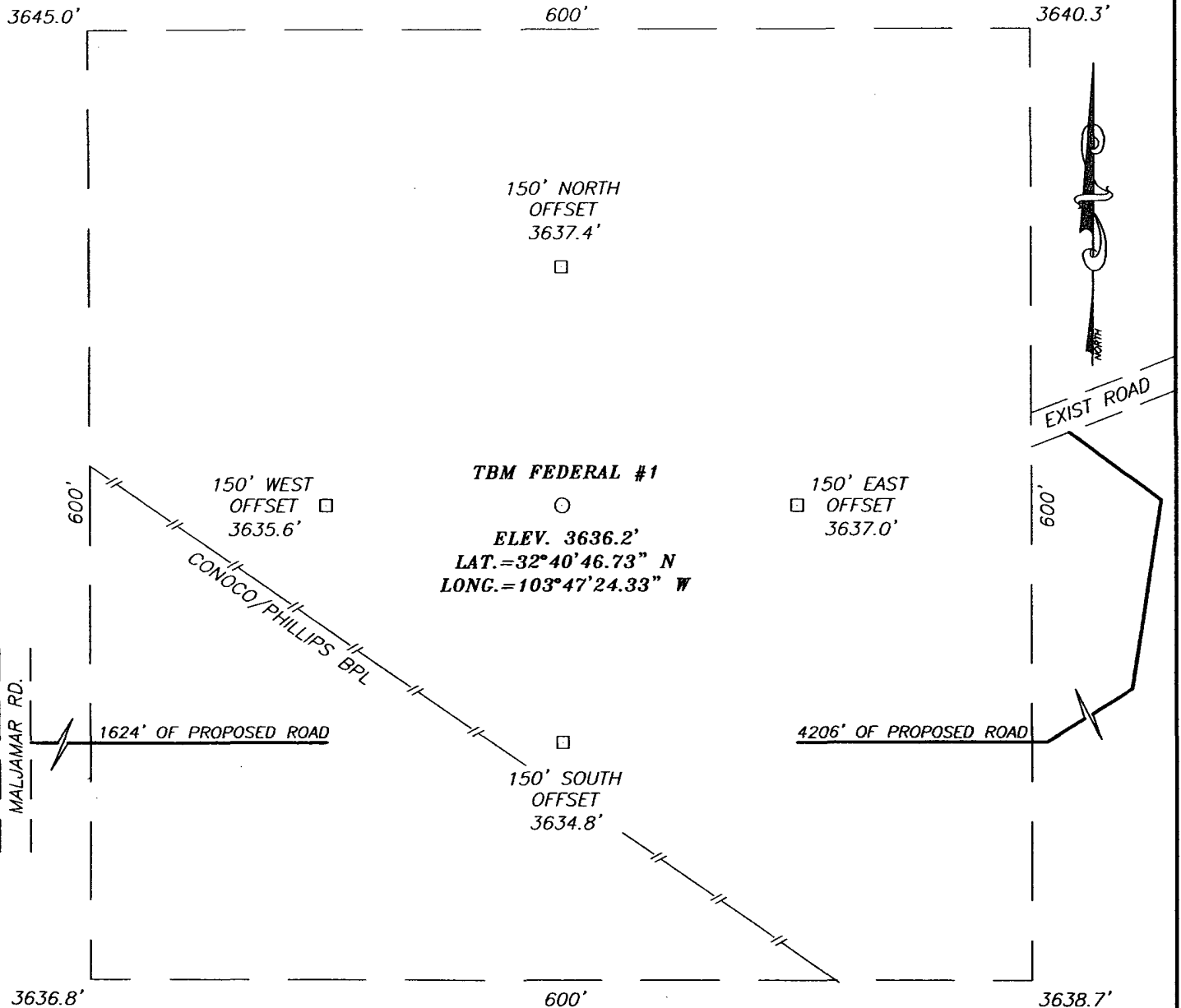
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

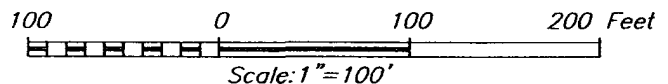
 <p>GEODETIC COORDINATES NAD 27 NME Y=611394.1 N X=667149.2 E LAT.=32°40'46.73" N LONG.=103°47'24.33" W</p>	<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature  Printed Name <b>Rowan Thomas</b> Title <b>Geologist</b> Date <b>5/25/05</b></p> <p><b>SURVEYOR CERTIFICATION</b></p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>MAY 20, 2005</p> <p>Date Surveyed <b>JR</b> Signature &amp; Seal of Professional Surveyor  Certificate No. <b>GARY EIDSON</b> 12841</p>
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SECTION 8, TOWNSHIP 19 SOUTH, RANGE 32 EAST, N.M.P.M.,  
LEA COUNTY, NEW MEXICO



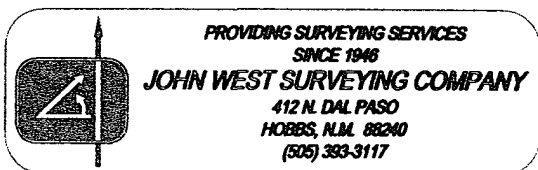
DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF CO. RD. H-126 (DRY LAKE RD.) AND CO. RD. #L-126 (MALJAMAR RD.) GO NORTH ON CO. RD. L-126 FOR APPROX. 1.7 MILES TO A PROPOSED ROAD SURVEY. FOLLOW PROPOSED ROAD SURVEY APPROX. 1600' EAST TO THIS LOCATION.



RAY WESTALL OPERATING

TBM FEDERAL #1 WELL  
LOCATED 900 FEET FROM THE NORTH LINE  
AND 1980 FEET FROM THE WEST LINE OF SECTION 8,  
TOWNSHIP 19 SOUTH, RANGE 32 EAST, N.M.P.M.,  
LEA COUNTY, NEW MEXICO.



Survey Date: 05/20/05		Sheet 1 of 1 Sheets	
W.O. Number: 05.11.0761		Dr By: J.R.	Rev 1:N/A
Date: 05/23/05	Disk: CD#5	05110761	Scale: 1"=100'

## DRILLING PROGRAM

Attached to Form 3160-3

Ray Westall

TBM Federal No. 1

990' FNL & 1980' FWL

Section 8-19S-32E

Lea County, New Mexico

1. Geologic Name of Surface Formation:

Permian

2. Estimated Tops of Important Geologic Markers:

Permian	Surface	Bone Springs	6940
Rustler	850	Wolfcamp	10,230
Yates	2630	Strawn	11,200
Seven Rivers	2850	Atoka	11,500
Delaware	5300	Morrow	12,050

3. Estimated Depth of Anticipated Fresh Water, Oil or Gas:

Yates	Oil	2630
Delaware	Oil	5300
Bone Springs	Oil	6490
Strawn	Oil	11,200
Morrow	Gas	12,300

No other formations are expected to give up oil, gas or fresh water in measurable quantities. The surface fresh water sands will be protected by setting 13 3/8 casing and circulating cement back to surface.

4. Casing Program:

Hole Size	Interval	OD Casing	Wt.	Grade	Type
17 1/2"	0-900' <i>975'</i>	13 3/8"	48#	H-40	STC
12 1/4"	<i>975'</i> 900-2300'	8 5/8"	24#	J-55	STC
12 1/4"	2300-4500	8 5/8"	32#	J-55	STC
7 7/8"	0-1200"	5 1/2"	17#	S-95	LTC
7 7/8"	1200-10800	5 1/2"	17#	N-80	LTC
7 7/8"	10800-13000	5 1/2"	17#	S-95	LTC

#### Cement Program:

- 13 3/8 Surface Casing: Cemented to surface with 450 sx of Class C w/2% cc.
- 8 5/8 Intermediate Casing: Cemented to surface with 2200 sx of Class C w/2% cc.
- 5 1/2 Production Casing: Cemented sufficient to cover 200' above all oil and horizons.

#### 5. Minimum Specifications for Pressure Control:

The blowout preventer equipment (BOP) will consist of a double ram-type preventer. The unit will be hydraulically operated and will be equipped with blind rams and 5 1/2" drill pipe rams. This BOP will be nipped up on the 13 3/8" surface casing and used continuously until TD is reached. All BOP's and accessory equipment will be tested to 3500 psi before drilling out of surface casing.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked each time the drill pipe is out of the hole. These functional tests will be documented on the daily drillers log. A 2" kill line and a 3"choke line will be incorporated in the drilling spool below the ram type BOP. Other accessory BOP equipment will include a Kelly cock, floor safety valve, choke lines and choke manifold having 5000 psi WP rating.

#### 6. Types and Characteristics of the Proposed Mud System:

Depth	Type	Weight	Viscosity	Waterloss
0-900 <sup>975'</sup>	Fresh Water (Spud)	8.5	28	N.C.
<sup>975'</sup> 900-4500	Brine	9.8-10.2	28-36	N.C.
4500-TD	Cut Brine	8.6-9.4	28-36	N.C./10cc

#### 7. Auxiliary Well control and Monitoring Equipment:

- A. A kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe stabbing valve with proper drill pipe connections will be on the rig floor at all times.

#### 8. Logging, Testing, and Coring Program:

- A. Drill Stem tests will be used as determined during drilling.
- B. The electric logging program will consist of Dual Laterolog Micro S.L., and Neutron Density Log.

C. No conventional coring is anticipated.

D. Further testing procedures will be determined after the 5 ½" production casing has been cemented at TD based on drill shows, and log evaluation, and drill stem test results.

9. Abnormal Conditions, Pressures, Temperatures, and Potential Hazards:

No abnormal pressures or temperatures are anticipated. The estimated bottom hole temperature (BHT) at TD is 150 and estimated bottom hole pressure (BHP) is 4500 psig.

10. Anticipated Starting Date and Duration of Operations:

Location and road work will not begin until approval has been received from the BLM. Once commenced, the drilling operation should be finished in approximately 21 days. If the well is productive, an additional 30 to 60 days will be required for completion and testing before a decision is made to install permanent facilities.

## SURFACE USE AND OPERATING PLAN

Attached to form 3160-3

Ray Westall

TBM Federal #1

### 1. Existing Roads:

- A. All roads to the location are shown in Exhibit #2. The existing roads are illustrated in read and are adequate for travel during drilling and production operations. Upgrading of the road prior to drilling will be done where necessary as determined during the onsite inspection.
- B. Directions to location: From Loco Hills proceed east on US 82 5.6 miles to state road 529. Proceed southeast on NM 529 7.0 miles. Turn south on Lea county road #126(Maljamar Road) and proceed south 8.6 miles. Access road and location are on east side of CR 126.
- C. Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as log as any operations continue on this lease.

### 2. Proposed Access Road:

Exhibit #3 shows a new access road of 1624' as needed and will be constructed as follows:

- A. The maximum width of the running surface will be 10'. The road will be crowned and ditched and constructed of 6" of rolled and compacted caliche. Ditches will be at 3:1 slope and 4' wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns.. BLM may specify any additions or changes during the onsite inspection.
- B. The average grade will be less than 1%.
- C. No culverts, cattleguards, gates, low water crossings, or fence cuts are necessary.
- D. Surfacing material will consist of native caliche. Caliche will be obtained from the nearest BLM-approved caliche pit. Any additional materials that are required will be purchased from the dirt contractor.
- E. The proposed access road as shown in Exhibit #3 has been centerline flagged by John West Engineering.

3. Location of Existing and/or Purposed Facilities:

- A. Ray Westall will construct facilities on well pad if well is productive.
- B. If the well is productive, power will be obtained from Lea County Electric. Lea County Electric will apply for RWO for their power lines.
- C. If the well is productive, rehabilitation plans are as follows:
  - 1. The reserve pit will be back-filled after the contents of the pit are dry (within 10 months after the well is completed)
  - 2. Topsoil removed from the drill site will be used to recontour the pit area and any unused portions of the drill pad to the original natural level, as nearly as possible, and reseeded as per BLM specifications.

4. Location and Type of Water Supply:

The well will be drilled with a combination brine and fresh water mud system as outlined in the drilling program. The water will be obtained from commercial water stations in the area and hauled to location by transport truck over the existing and proposed access roads. If a commercial fresh water source is nearby, fasline may be laid along existing road ROW's and fresh water pumped to the well. No water well will be drilled on the location.

5. Source of Construction Materials:

All caliche required for construction of the drill pad and the proposed new access road will be obtained from a BLM approved caliche pit. All roads and pads will be constructed of 6" of rolled and compacted caliche.

6. Methods of Handling Water Disposal:

- A. Drill cuttings not retained for evaluation purposes will be disposed into the reserve pit.
- B. Drilling fluids will be contained in lined working pits. The reserve pit will contain any excess drilling fluid or flow from the well during drilling, cementing, and completion operations. The reserve pit will be an earthen pit, approximately 130' x 130' x 6' deep. The reserve pit will be plastic-lined to minimize loss of drilling fluids and saturation of the ground with brine water.
- C. Water produced from the well during completion may be disposed into the reserve pit.



- D. Garbage and trash produced during drilling or completion operations will be hauled off. All waste material will be contained to prevent scattering by the wind. All water and fluids will be disposed of into the reserve pit. Salts and other chemicals produced during drilling or testing will be disposed into the reserve pit. No toxic waste or hazardous chemicals will be produced by this operation.
  - E. After the rig is moved out and the well is either completed or abandoned, all waste materials will be cleaned up within 30 days. No adverse materials will be left on location.
  - F. The reserve pit will be completely fenced until it has dried. When the reserve pit is dry enough to breakout and fill, the reserve pit will be leveled and reseeded as per BLM specifications. In the event of a dry hole, the location will be ripped and seeded, as per BLM specifications, and a dry hole marker will remain.
7. Ancillary Facilities: None required
8. Well Site Layout:
- A. The drill pad layout, is shown in Exhibit #3. Dimensions of the pad and pits are shown. Top soil, if available, will be stockpiled per BLM specifications as determined at the on-site inspection.
  - B. The reserve pit will be lined with a high-quality plastic sheeting.
9. Plans for Restoration of the Surface:
- A. Upon finishing drilling and or completion operations, all equipment and other material not needed for operations will be removed.
  - B. All trash, garbage, and pit lining will be hauled away in order to leave the location in an aesthetically pleasing condition. All pits will be filled and the location leveled within 10 months after abandonment.
  - C. Three sides of the reserve pit will be fenced prior to and during drilling operations. At the time that the rig is removed, the reserve pit will be fenced on the rig side. The fencing will remain in place until the pit area is cleaned up and leveled. No oil will be left on the surface of the fluid in the pit.
  - D. Upon completion of the proposed operations, if the well is completed, the reserve pit area will be treated as outlined above within the same prescribed time. Topsoil removed from the drill site will be used to recontour the pit area to the original natural level and reseeded as per BLM specifications.

10. Surface Ownership:

The wellsite and lease is located on Federal Surface.

- A. The area around the well site is grassland and the top soil is sandy. The vegetation is native scrub grasses with oakbursh, sagebrush, yucca, and prickly pear.
- B. There is no permanent or live water in the immediate area.
- C. A Cultural Resources Examination has been requested and will be forwarded to your office in the near future.

11. Lessee's and Operator's Representative:

The Ray Westall representative responsible for assuring compliance with the surface use plan is as follows:

Ray Westall  
P.O. Box 4  
Loco Hills, New Mexico 88255  
Phone: 505.677.2370 (office)  
505.885.3674 (home)

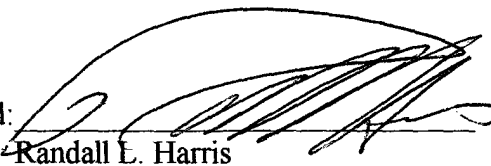
Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by Ray Westall and its contractors and subcontractors in conformity with this plan and the provision of 18 U.S.C. 1001 for the filing of a false statement.

Date:

5/25/05

Signed:

  
Randall E. Harris

## STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

Date: March 7, 2005

Lease # NM95641  
TBM Federal

Legal Description: NW/4 Sec. 8-T19S-R32E  
Lea County, New Mexico

Formations(s): Lusk Bone Springs

Bond Coverage: Statewide

BLM Bond File #: NM0322

A handwritten signature in black ink, appearing to read 'Randall L. Harris', is written over a horizontal line.

Randall L. Harris  
Geologist

## HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

### I. HYDROGEN SULFIDE TRAINING

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

1. The hazards and characteristics of hydrogen sulfide ( $H_2S$ ).
2. The proper use and maintenance of personal protective equipment and life support systems.
3. The proper use of  $H_2S$  detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

1. The effects of  $H_2S$  on metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
3. The contents and requirements of the  $H_2S$  Drilling Operations Plan and the Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable  $H_2S$  zone (within 3 days or 500 feet) and weekly  $H_2S$  and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific  $H_2S$  Drilling Operations Plan and the Public Protection Plan. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.

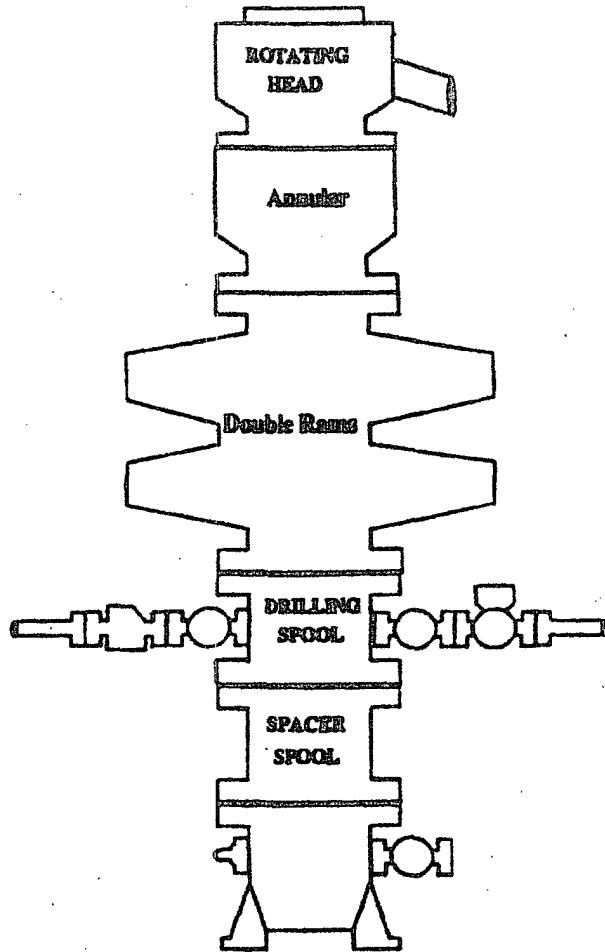
### II. $H_2S$ SAFETY EQUIPMENT AND SYSTEMS

Note: All H<sub>2</sub>S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H<sub>2</sub>S.

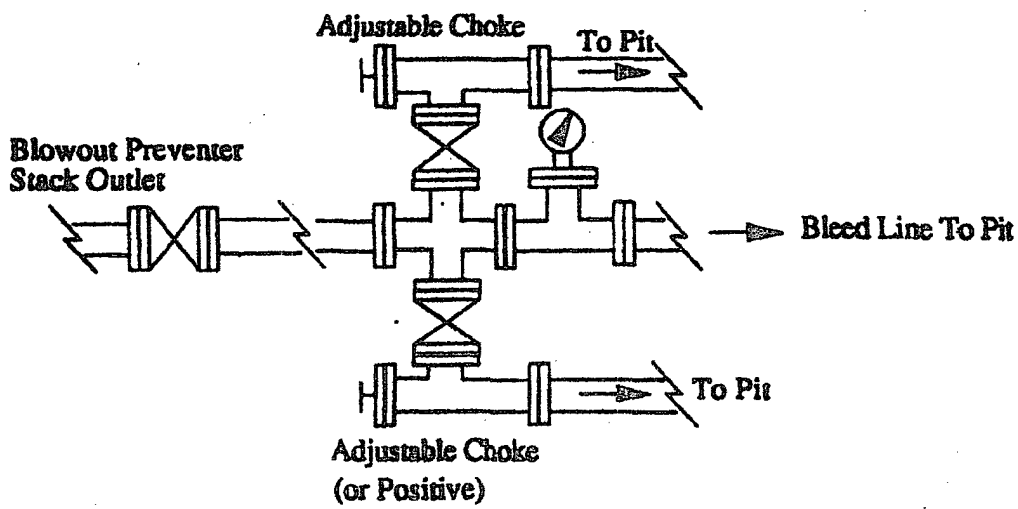
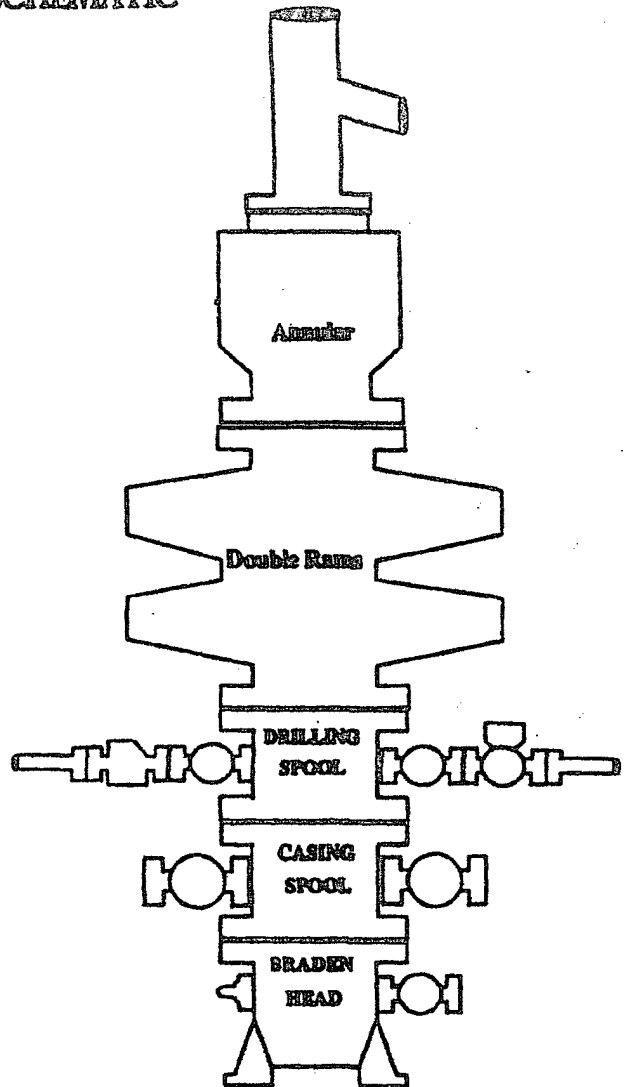
1. Well Control Equipment:
  - A. Flare Line.
  - B. Choke manifold.
  - C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit.
  - D. Auxiliary equipment to include: annular preventer, mud-gas separator, rotating head.
2. Protective equipment for essential personnel:
  - A. Mark II Surviveair 30-minute units located in the dog house and at briefing areas, as indicated on well site diagram.
3. H<sub>2</sub>S detection and monitoring equipment:
  - A. 2 - portable H<sub>2</sub>S monitor positioned on location for best coverage and response. These units have warning lights and audible sirens when H<sub>2</sub>S levels of 20 ppm are reached.
4. Visual warning systems:
  - A. Wind direction indicators as shown on well site diagram.
  - B. Caution/Danger signs shall be posted on roads providing direct access to location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be readable at a reasonable distance from the immediate location. Bilingual signs will be used, when appropriate. See example attached.
5. Mud Program:

- A. The mud program has been designed to minimize the volume of  $H_2S$  circulated to the surface. Proper mud weight, safe drilling practices, and the use of  $H_2S$  scavengers will minimize hazards when penetrating  $H_2S$  bearing zones.
  - B. A mud-gas separator will be utilized.
- 6. Communication:
  - A. Radio communications in company vehicles including cellular telephone and 2-way radio.
  - B. Land line (telephone) communications at field office.

# BOPE SCHEMATIC

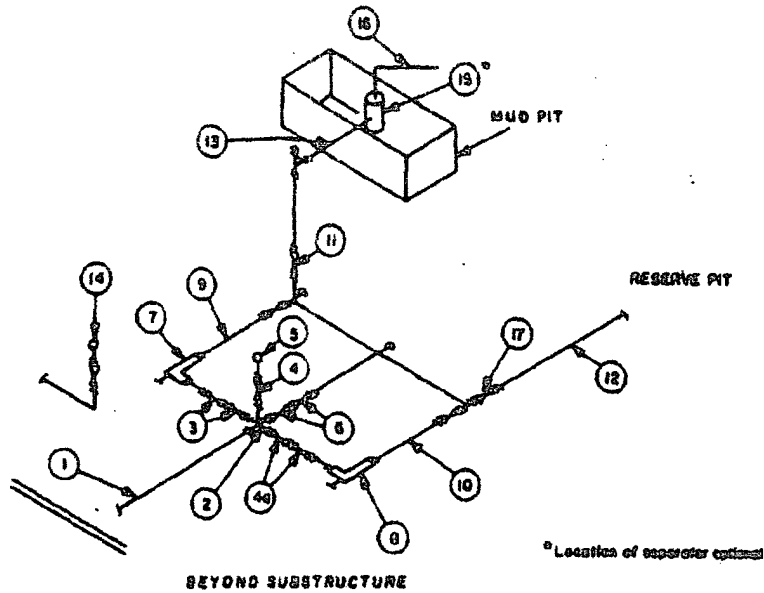


Choke Manifold



**MINIMUM CHOKE MANIFOLD**  
**3,000, 5,000 and 10,000 PSI Working Pressure**

**3 MWP - 5 MWP - 10 MWP**



MINIMUM REQUIREMENTS										
No.		3,000 MWP			5,000 MWP			10,000 MWP		
		I.D.	NOMINAL	RATING	I.D.	NOMINAL	RATING	I.D.	NOMINAL	RATING
1	Line from drilling spool		3"	3,000		3"	5,000		3"	10,000
2	Cross 3"x3"x3"x2"			3,000			5,000			
	Cross 3"x3"x3"x3"									10,000
3	Valves (1) Gate □ Plug □ (2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8"		10,000
4	Valve Gate □ Plug □ (2)	1-13/16"		3,000	1-13/16"		5,000	1-13/16"		10,000
4a	Valves (1)	2-1/16"		3,000	2-1/16"		5,000	3-1/8"		10,000
5	Pressure Gauge			3,000			5,000			10,000
6	Valves Gate □ Plug □ (2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8"		10,000
7	Adjustable Choke (3)	2"		3,000	2"		5,000	2"		10,000
8	Adjustable Choke	1"		3,000	1"		5,000	2"		10,000
9	Line		3"	3,000		3"	5,000		3"	10,000
10	Line		2"	3,000		2"	5,000		3"	10,000
11	Valves Gate □ Plug □ (2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8"		10,000
12	Line		3"	1,000		3"	1,000		3"	2,000
13	Line		3"	1,000		3"	1,000		3"	2,000
14	Remote reading compound standpipe pressure gauge			3,000			5,000			10,000
15	Gas Separator		2"x5'			2"x5'			2"x5'	
16	Line		4"	1,000		4"	1,000		4"	2,000
17	Valves Gate □ Plug □ (2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8"		10,000

(1) Only one required in Class 3M.

(2) Gate valves only shall be used for Class 10M.

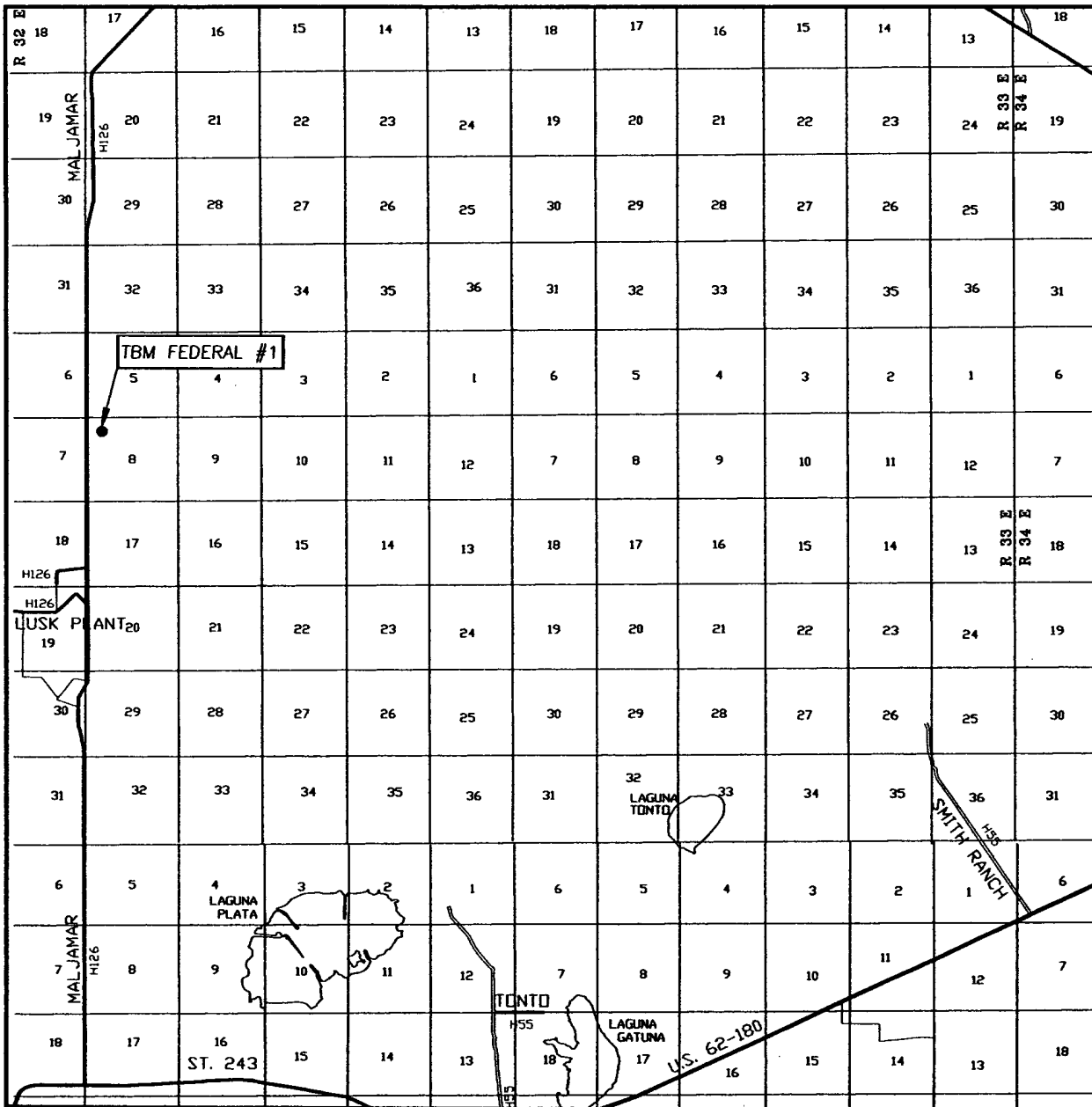
(3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling.

**EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTIONS**

- All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating.
- All flanges shall be API 6B or 6BX and ring gaskets shall be API RX or BX. Use only BX for 10 MWP.
- All lines shall be securely anchored.
- Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.
- Choke manifold pressure and standpipe pressure gauges shall be available at the choke manifold to assist in regulating chokes. As an alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90° bends using bull plugged tees.

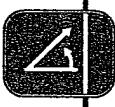


# VICINITY MAP



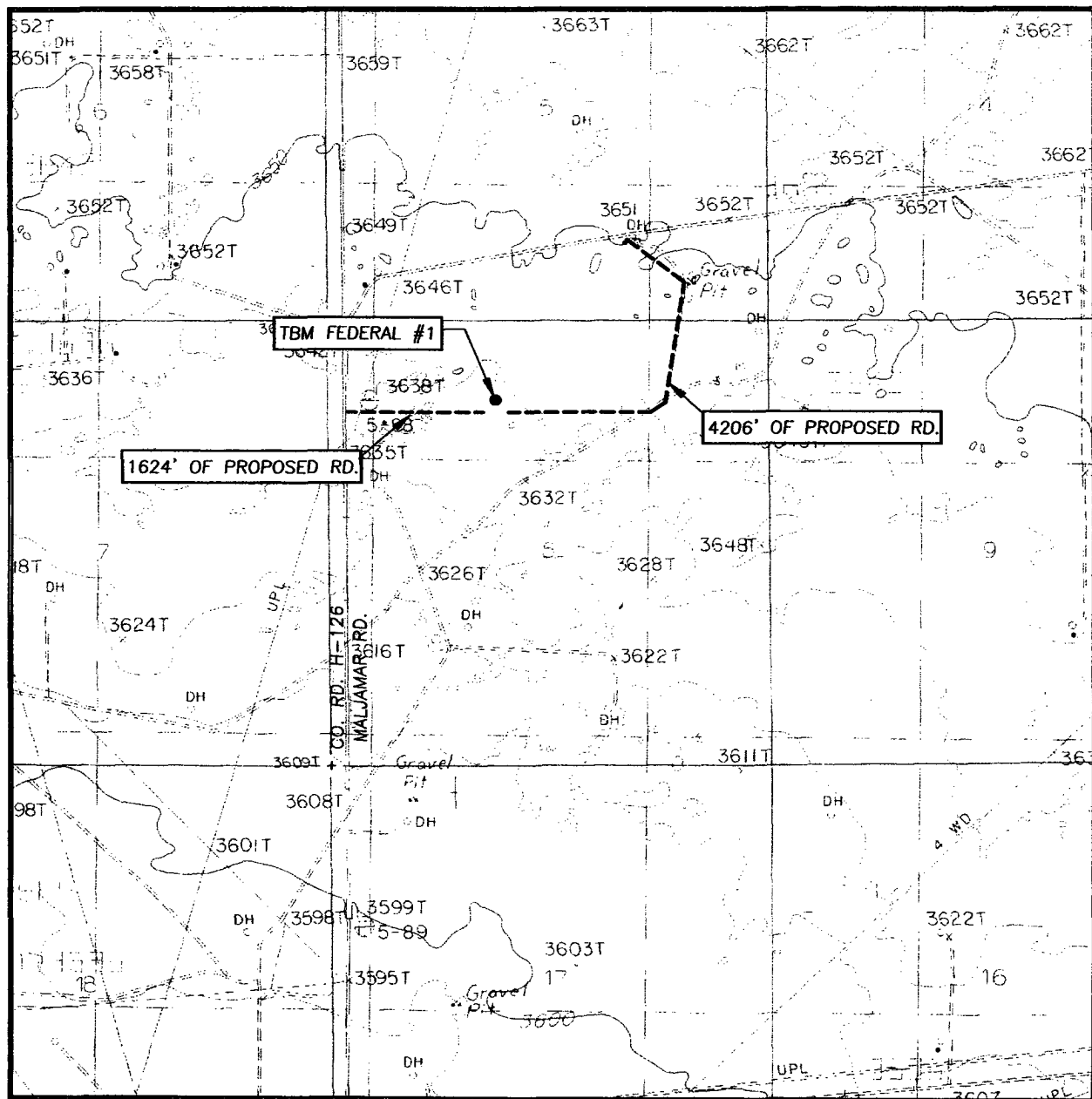
SCALE: 1" = 2 MILES

SEC. 8 TWP. 19-S RGE. 32-E  
 SURVEY N.M.P.M.  
 COUNTY LEA  
 DESCRIPTION 900' FNL & 1980' FWL  
 ELEVATION 3636'  
 OPERATOR RAY WESTALL  
 OPERATING  
 LEASE TBM FEDERAL



PROVIDING SURVEYING SERVICES  
 SINCE 1946  
**JOHN WEST SURVEYING COMPANY**  
 412 N. DAL PASO  
 HOBBS, N.M. 88240  
 (505) 383-3117

# LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:  
GREENWOOD LAKE, N.M. - 10'

SEC. 8 TWP. 19-S RGE. 32-E

SURVEY N.M.P.M.

COUNTY LEA

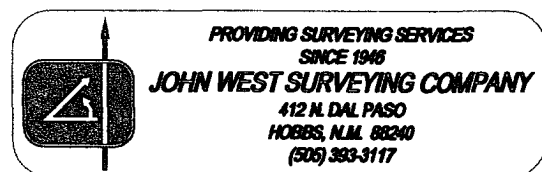
DESCRIPTION 900' FNL & 1980' FWL

ELEVATION 3636'

OPERATOR RAY WESTALL  
OPERATING

LEASE TBM FEDERAL

U.S.G.S. TOPOGRAPHIC MAP  
GREENWOOD LAKE, N.M.





07/01/2005 09:00 5056772361

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-144  
June 1, 2004

For drilling and production facilities, submit to appropriate NMOCD District Office.  
For downstream facilities, submit to Santa Fe office

### Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes ☐ No ☒

Type of action: Registration of a pit or below-grade tank ☒ Closure of a pit or below-grade tank ☐

Operator: <u>RAY WESTALL</u> Telephone: <u>505 677 2370</u> mail address: <u>rharrisnm@yahoo.com</u>			
Address: <u>Box 4 Local Hills NM 88255</u>			
Facility or well name: <u>TBM FEDERAL #1</u> API #: _____	U/L or Qtr/Qtr <u>C</u> Sec <u>8</u> T <u>19S</u> R <u>32E</u>		
County: <u>LEA</u> Latitude _____ Longitude _____	NAD: 1927 <input type="checkbox"/> 1983 <input type="checkbox"/>		
Surface Owner: Federal <input checked="" type="checkbox"/> State <input type="checkbox"/> Private <input type="checkbox"/> Indian <input type="checkbox"/>			
<table border="1"> <tr> <td> <b>Pit</b>  Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/>  Workover <input type="checkbox"/> Emergency <input type="checkbox"/>  Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/>  Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>12 mil</u> Clay <input type="checkbox"/>  Pit Volume <u>1000</u> bbl </td> <td> <b>Below-grade tank</b>  Volume: _____ bbl Type of fluid: _____  Construction material: _____  Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not: _____ </td> </tr> </table>		<b>Pit</b> Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>12 mil</u> Clay <input type="checkbox"/> Pit Volume <u>1000</u> bbl	<b>Below-grade tank</b> Volume: _____ bbl Type of fluid: _____ Construction material: _____ Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not: _____
<b>Pit</b> Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>12 mil</u> Clay <input type="checkbox"/> Pit Volume <u>1000</u> bbl	<b>Below-grade tank</b> Volume: _____ bbl Type of fluid: _____ Construction material: _____ Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not: _____		
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet (20 points) 50 feet or more, but less than 100 feet (10 points) <u>0</u> 100 feet or more (0 points)		
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes (20 points) No (0 points) <u>0</u>		
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet (20 points) 200 feet or more, but less than 1000 feet (10 points) <u>0</u> 1000 feet or more (0 points)		
Ranking Score (Total Points) <u>0</u>			

If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if you are burying in place) onsite ☐ offsite ☐ If offsite, name of facility: \_\_\_\_\_. (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No ☐ Yes ☐ If yes, show depth below ground surface \_\_\_\_\_ ft. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations.

Additional Comments:

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Date: 7/1/05

Printed Name/Title

RANDALL HARRIS

Signature



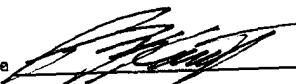
Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.

Approval:

Printed Name/Title

PETROLEUM ENGINEER

Signature



Date:

JUL 01 2005