

State of Colorado Oil and Gas Conservation Commission

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7258003

FOR OGCC USE ONLY

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EARTHEN PIT REPORT / PERMIT

This form is to be used for both reporting and permitting pits. Rule 903 describes when a Permit with prior approval, or a Report within 30 days, is required for pits. Submit required attachments and forms.

FORM SUBMITTED FOR:

Pit Report X Pit Permit

Complete the Attachment Checklist

OGCC Operator Number: 06385 Name of Operator: EVERGREEN OPERATING CORPORATION Address: 1401 17th STREET, SUITE 1200 City: DENVER State: CO Zip: 80202 Contact Name and Telephone: GERALD JACOB No: 303-298-8100 Fax: 303-298-7800 Attachment Checklist table with items like Detailed Site Plan, Topo Map with Pit Location, etc.

API Number (of associated well): 05-071-06963 OGCC Facility ID (of other associated facility): Monterey 33-6 Pit Pit Location (QtrQtr, Sec, Twp, Rng, Meridian) NW/SE, Sec. 6, T33S, R66W, 6th p.m. Latitude: N/A Longitude: N/A County: LAS ANIMAS Pit Use: X Production ___ Drilling (Attach mud program) ___ Special Purpose (Describe use): Pit Type: ___ Lined X Unlined Surface Discharge Permit: X Yes ___ No Offsite disposal of pit contents: ___ Injection ___ Commercial Pit/Facility Name: Pit/Facility No: Attach Form 26 to identify Source Wells and Form 25 to provide Produced Water Analysis results. See COA

Existing Site Conditions

Is the location in a "Sensitive Area"? ___ Yes X No Attach data used for determination. Distance (in feet) to nearest surface water: 1000' ground water: >2070' water wells: 1000' LAND USE (or attach copy of Form 2A, if previously submitted for associated well) Select one which best describes land use: Crop Land: ___ Irrigated ___ Dry Land ___ Improved Pasture ___ Hay Meadow ___ CRP Non-Crop Land: ___ Rangeland ___ Timber ___ Recreational ___ Other (describe): Subdivided: ___ Industrial ___ Commercial ___ Residential Form 2A Attached SOILS (or attach copy of Form 2A, if previously submitted for associated well) Soil map units from USNRCS survey: Sheet No: Soil Complex/Series No: Soils Series Name: Horizon thickness (in inches): A: B: C: Soils Series Name: Horizon thickness (in inches): A: B: C: Attach detailed site plan and topo map with pit location.

Pit Design and Construction

Size of pit (feet): Length: 70 Width: 30 Depth: 6 Calculated pit volume (bbls): 2,244 Daily inflow rate (bbls/day): UNKNOWN Daily disposal rates (attach calculations): Evaporation 3 bbls/day Percolation: 154 bbls/day Type of liner material: NONE Thickness: N/A Attach description of proposed design and construction (include sketches and calculations). Method of treatment of produced water prior to discharge into pit (separator, heater treater, other): SEPARATOR Is pit fenced? ___ Yes X No Is pit netted? ___ Yes X No

I hereby certify that the statements made in this form are, to the best of my knowledge, true, correct, and complete.

Print Name: GERALD JACOB Signed: [Signature] Title: ENVIRONMENTAL SUPERVISOR Date: 8/15/00 OGCC Approved: [Signature] Title: EPS Date: 9-1-00

CONDITIONS OF APPROVAL, IF ANY:

Representative water sample to be provided within sixty (60) days of first gas sales.

Facility Number: 258003

