<u>District I</u> 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

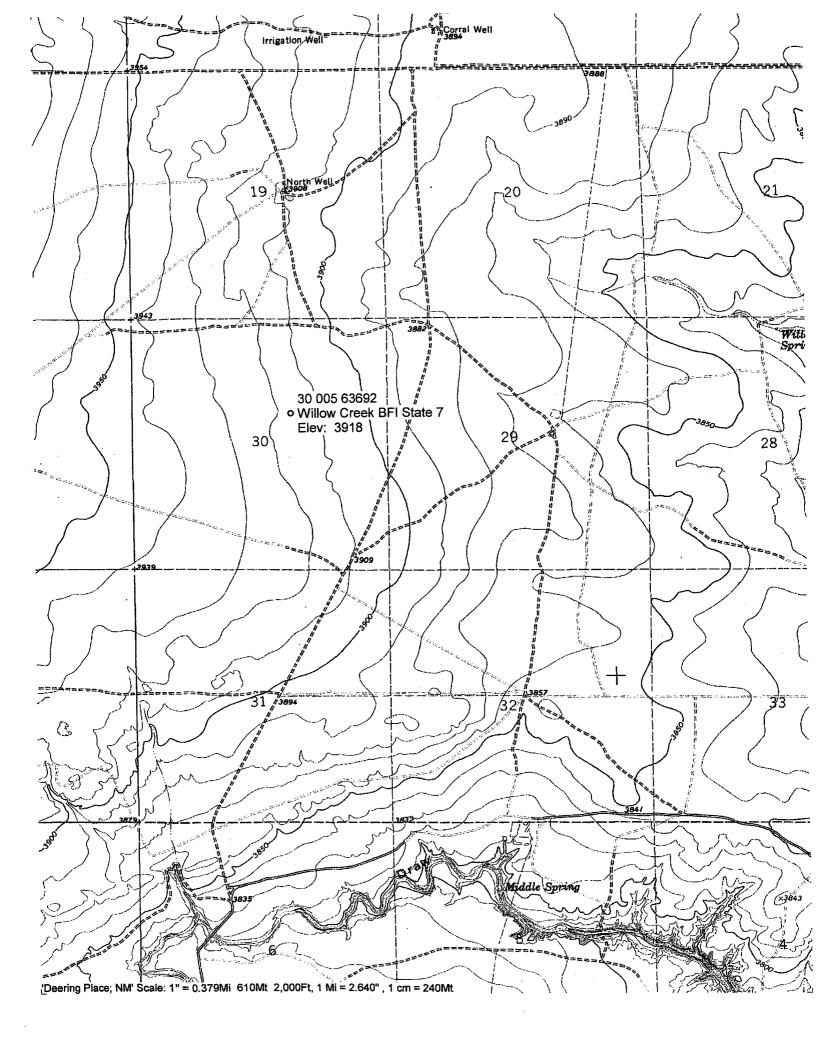
June 1, 2004

Form C-144

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: Yates Petroleum Corporation Telephone: 505-748-4500 e-mail addr	ess: mikes@ypcnm.com					
Address: 105 South 4th Street, Artesia, N.M. 88210	O. C 20 T. 45 D. 25F					
Facility or well name: Willow Creek BFI 7 API #: 30-005-63692 U/L or Qtr/Qtr County: Chaves Latitude: 33.93201 Longitude: 104.35		RECEIVED				
Surface Owner: Federal State Private Indian	1927 MAD. 1927 M 1963 L					
Surface Owner. Federal C. State Ed. Friends C. Modal. C.		JAN 1 8 2006				
Pit	Below-grade tank	OCU-MATEOM				
Type: Drilling Production Disposal	Volume:bbl Type of fluid:					
Work over Emergency	Construction material:					
Lined \(\sum \) Unlined \(\sum \)	Double-walled, with leak detection? Yes lf not, explain why not.					
Liner type: Synthetic Thickness 12 mil Clay						
Pit Volume 20,000 bbl	Less than 50 feet	(20 points) XXXX				
Depth to ground water (vertical distance from bottom of pit to seasonal high water	50 feet or more, but less than 100 feet	(10 points)				
elevation of ground water.)	100 feet or more	(0 points)				
	Yes	(20 points)				
Wellhead protection area: (Less than 200 feet from a private domestic water	No	(0 points) XXXX				
source, or less than 1000 feet from all other water sources.)						
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation	Less than 200 feet	(20 points)				
canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)				
	1000 feet or more	(0 points) XXXX				
	Ranking Score (Total Points)	20 points				
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if you are burying in place)						
onsite offsite If offsite, name of facility NA . (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater						
encountered: No Yes If yes, show depth below ground surfaceft. and attach sample results.						
(5) Attach soil sample results and a diagram of sample locations and excavations.						
Total And Control Market Control Contr	ill be constructed and lined with 12 mil synthetic liner next to	existing drilling pit. The drilling pit contents will be				
Additional Comments: Closure work plan for drilling pit. An encapsulation trench will be constructed and lined with 12 mil synthetic liner next to existing drilling pit. The drilling pit contents will be excavated and emplaced into the encapsulation trench using a mixture of three to one pit material and Class H bulk cement or CKD. The emulsion of pit material and cement will be mixed using a						
track hoe and water added if needed. After completion of solidifying pit material in o		•				
using a 20 mil synthetic liner placed over the pit contents with a minimum of a 3' ov	•					
soil or like material. A one call and 48 hour notification to OCD will be made before						
See attached sampling and closure data	- September 200					
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 , and (attached) alternative OCD-approved plan .						
Date: <u>01/13/06</u>						
Printed Name/Title Mike Stubblefield / Regulatory Agent Signature Signature						
Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.						
/ <i>M</i> /						
Approval:						
Printed Name/TitleSig	natureDa	te: 1-19-06				



POD Report	s and Downloads Willow Creek BF 1 State 7
· · · · · · · · · · · · · · · · · · ·	ections:
NAD27 X: Y:	Zone: Search Radius:
County: Basin:	Number: Suffix:
Owner Name: (First) (Last)	○ Non-Domestic ○ Domestic
POD / Surface Data Report Water C	Avg Depth to Water Report
Clear Form i	WATERS Menu Help

AVERAGE DEPTH OF WATER REPORT 01/12/2006

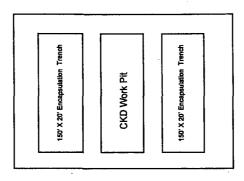
							(Depth	Water in	Feet)
Bsn	Tws	Rng Sec	Zone	x	Y	Wells	Min	Max	Avg
FS	04S	25E 04				1	32	32	32
FS	04S	25E 07				1	28	28	28
FS	04S	25E 19				1	31	31	31

Record Count: 3

YATES PETROLEUM CORPORATION

Reserve Pit Solidification Procedure

1. Diagram of deep burial trench(s) is provided with application for closure (form C-144)



Reserve pit 150' x 150'

2. Solidification of Cuttings:

- (A) The cuttings will be mixed with a track hoe. Contents will be lifted and dropped so as to create a stirring process. This process will continue until CKD and pit contents are thoroughly bonded.
- (B) The solidification material will be Cement Kiln Dust (CKD).
- (C) CKD to pit contents ratio will be 1 yard of pit contents to 240 lbs. of CKD or 1,000 cubic yards of pit contents to 120 tons of CKD. Pit contents will be measure to determine actual volume (length x width x depth /27). CKD is weighed and delivered to the site in 40,000 lb increments.
 - A 1,200 cubic yard work pit is constructed inside the original reserve pit beside the encapsulation/solidification trench. One thousand cubic yards of pit contents will be placed in the work trench along with six 20 ton loads of CKD to begin the mixing process.
- (D) Fresh water may be introduced to initiate the bonding process of CKD and pit contents.
- (E) In order to assure proper mixing, all CKD is precisely weighed before delivery and pit construction is measured to a predetermined need depending on exact volume of pit contents.
- A minimum of three representative samples will be taken from pit contents prior to any work. These samples will be stored in closed containers.

- 4. Each stage being mixed will be sampled prior to transferring the slurry to the deep trench as follows:
 - (A) One sample of the slurry will be taken at the beginning of the transference and stored in a <u>closed</u> container.
 - (B) One sample of the slurry will be taken at the beginning of the transference and stored in an open container.
 - (C) One sample of the slurry will be taken at the end of the transference and stored in a <u>closed</u> container.
 - (D) One sample of the slurry will be taken at the end of the transference and stored in an open container.
- 5. All samples will be stored in environmentally approved containers.
- 6. All samples and associated paperwork will be delivered to the OCD office within 3 working days of closure.