District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Approval:

Printed Name/Title

State of New Mexico **Energy Minerals and Natural Resources**

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

Form C-144

June 1, 2004

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

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes \square No XType of action: Registration of a pit or below-grade tank X Closure of a pit or below-grade tank X Telephone: 505-393-5905 e-mail address: hobeng@mewbourne.com Operator: Mewbourne Oil Company Address: P.O. Box 5270, Hobbs, New Mexico 88241 API #: <u>30-015-33432</u> Facility or well name: Dinero "20" Federal #3 __U/L or Qtr/Qtr __K __Sec __20 _ T __22S __R __28E Latitude 32-22-31.5 N Longitude 104-06-45.9 W NAD: 1927 1983 X County: Eddy Surface Owner: Federal X State Private Indian Below-grade tank Volume: ____bbl Type of fluid: _____ Type: Drilling Production Disposal X Construction material: Workover ☐ Emergency ☐ RECEIVED Double-walled, with leak detection? Yes If not, explain why not Lined X Unlined MAY 1 5 2006 Liner type: Synthetic X Thickness 12 mil Clay OGU-MATESIA Pit Volume 4800 bbl Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal 50 feet or more, but less than 100 feet (10 points) high water elevation of ground water.) 100 feet or more X (0 points) (20 points) Wellhead protection area: (Less than 200 feet from a private domestic No X (0 points) water source, or less than 1000 feet from all other water sources.) Less than 200 feet (20 points) Distance to surface water: (horizontal distance to all wetlands, playas, 200 feet or more, but less than 1000 feet (10 points) irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more X (0 points) 0 points **Ranking Score (Total 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 your are burying in place) onsite X offsite I 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: Mewbourne Oil Company proposes to dig a "deep bury" pit to dispose of the reserve pit from this location. The pit will be lined with a 12 mil liner and capped with 20 mil plastic. Enclosed is a diagram of the location with an approximate location of the "deep bury" pit. Both pits will be closed during the operation. We will start the "clean up" as soon as the equipment is available following NMOCD approval. Depth to water report is provided by NM Office of the State Engineer.

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 X, a general permit , or an (attached) alternative OCD-approved plan ... Date: 05/11/2006 Printed Name/Title F. Lathan / Drilling Foreman Signature _

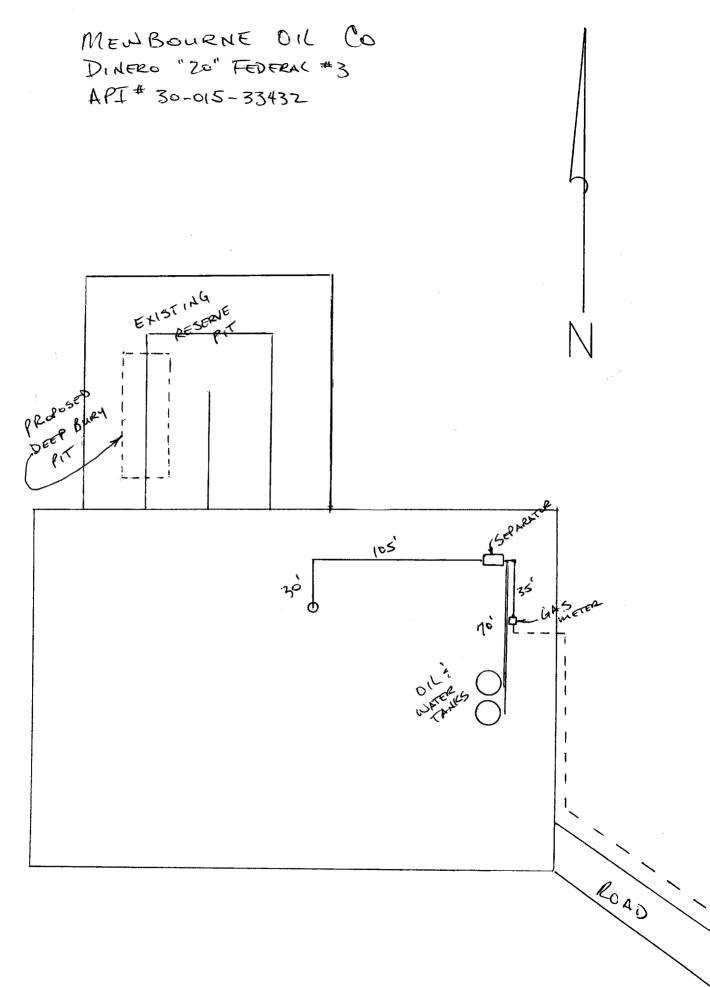
Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with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

USGS Information shows this area

- to be water sensitive. Please submit

a plan for this type area or schedule _ s a meeting where other water data ____ can be reviewed

MAY 1 6 2006 Date:



SCALE: 1" = 60'

New Mexico Office of the State Engineer POD Reports and Downloads

- 4	
Township: 228 Range: 28E Sections: 20,16,17,18,19,21,28,29,30	
NAD27 X: Y: Zone: Search Radius:	
County: Basin: Number: Suffix:	
Owner Name: (First) (Last) Con-Domestic Comest	C
POD / Surface Data Report Avg Depth to Water Report	
Water Column Report	
Clear Form iWATERS Menu Help	
WATER COLUMN REPORT 04/25/2006 (quarters are 1=NW 2=NE 3=SW 4=SE)	V - magaziglarina v v v v v v v v v v v v v v v v v v v
(quarters are biggest to smallest) Depth Depth	Wate Colur