P. 02

2324 Form (32)4

June 1, 200

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

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office Source of the Sandy of the Sandy of the OCD CEIVED

Pit or Below-Grade Tank Registration or Closure
Is pit or below-grade tank covered by a "general plan"? Yes \(\sigma\) No \(\sigma\)

| Type of action: Registration of a pit of | or below-grade tank 🔲 Closure of a pit or below-gra | de tank 7 4/0/68/99 | |
|--|--|--|--|
| I RAY STEWART | 432-687-1086 and address | 208723 | |
| Operator: J. RAY STEWART releption Address: P.O. Box 451, Midland, Texas 79 | 702 | A STATE OF THE STA | |
| Facility or well name: Poker Lake # 66 API #: | 30 015 24988 0000 - 0-10 NW/4 | SW/4 17 T 25S #30F | |
| Faculty or well name: FORET Lake # 00 API#: | Longitude Longitude | NAD: 1027 🗆 1083 🗆 | |
| | Longituite | | |
| Surface Owner: Federal ☑ State ☐ Private ☐ Indian ☐ | | | |
| Pit | Below-grade tank | | |
| Type: Drilling Production Disposal D | Volume:bbl Type of fluid: Construction material: | | |
| | | | |
| Lined Unlined A Double-walled, with leak detection? Yes I feat, explain why not. | | CAPIBIC WIS OVE | |
| Liner type: Synthetic Thickness mil Clay | Higher (2011) 1 Ph | to 14 May 1944 and 19 | |
| Pit Volume 300 bbl Estimate | Less than 50 feet | (20 points) | |
| Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) | | | |
| | 50 feet or more, but less than 100 feet | (10 points) | |
| | 100 feet or more XX | (0 points) | |
| Wellhead protection area: (Less than 200 feet from a private domestic | Ycs | (20 points) | |
| water source, or less than 1000 feet from all other water sources.) | No XX | (0 points) | |
| | 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 XX | (0 points) | |
| | | | |
| | Ranking Score (Total Points) | 0 | |
| If this is a pit closure: (1) Attach a diagram of the facility showing the pit's | s relationship to other equipment and tanks. (2) Indica | nte disposal location: (check the ousite box if | |
| your are burying in place) or site 🔲 offsite 🙀 If offsite, name of facility | | | |
| remediation start date and crid date. (4) Groundwater encountered: No XXYes [] If yes, show depth below ground surfaceft. and attach sample results. | | | |
| (5) Attach soil sample result; and a diagram of sample locations and excavations. | | | |
| Additional Comments: Our plans are to remove all contaminated soil and dispose of same at an | | | |
| offsite approved disposal location. Then take a cross section of proper soil samples | | | |
| across the affected area and submit to your office; or to an approved analyst by your | | | |
| | | | |
| office. Once approved, we will back fill the pit with natural uncontaminated soil from | | | |
| the area. Once this is done, we will submit samples from the fill soil. We do not have an offsite facility chosen yet: We would appreciate your recomendation for this. | | | |
| all offsite facility chosen yetwe w | - Journal of the state of the s | | |
| I hereby certify that the information above is true and complete to the best | of my knowledge and belief. I further certify that the | he above-described pit or below-grade tank | |
| has been/will be constructed or closed according to NMOCD guideline | is 🕝, u general permit 🔲, or an (attached) alterna | tive OCD-approved plan . | |
| Date: 8-22-06 | $\mathcal{A}\mathcal{A}$ | 8 | |
| | | | |
| Printed Name/Title J. Ray Stewart - Owner 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 Curre Name/Title | Signature Range (NES | Date: 8-28-06 | |
| Printed Name/Title / CUMP NES | Signature KICHARD (NGB | Date: 0-20-0 | |

LEA CORPORATION J. Ray Stewart Oil & Gas Properties



P.O. Box 1421 Ruldoso, I/M 88355 Phone (505) 257-9170 Fax (505) 257-1497 P.O. Box 451 Midland, TX 79702 Phone (915) 687-1086 Fax (915) 699-6117

FAX TRANSMITTAL COVERSHEET

| TO: | Mr. Richard Inge | |
|--|--|--|
| COMPANY: | New Mexico Energy, Minerals and Natural Resources Department | |
| DATE: | August 24, 2006 FAX NO: (505) 748-9720 | |
| TIME: | AM (X) PM () TELE NO: (505) 748-1283 | |
| NUMBER OF PAGES (Including This Page) Five (5) | | |
| MESSAGE: | Re: Open Pit Violations Involving The following Wells: Poker Lake No. 065 API# 30-015-24886 Poker Lake Unit No. 066 API# 30-015-24988-0000 | |

Dear Mr. Inge:

Attached hereto please find Completed Form C-144 for each of the captioned wells setting out our proposal to bring these wells into compliance.

I have attached a diagram of the surface facilities for the Poker Lake No. 65 and Poker Lake Unit No. 66:

The 6-144 closure permit request for the Poker Lake Superior #001 with be forth-coming once I have my pumper get me an exact "layout" of the surface facilities so that I can prepare the Diagram required.

Mr. Randy Holman, c/o Madrid Services, will be taking care of this "cleanup," however, he has been trying to begin for two (2) weeks now but the unusual rain fall and wet weather has delayed this. He will be keeping you advised as to the progression of things.

With best regards, I am

twent.

Yours truly,

VIA FAX AND OVERNIGHT DELIVERY

J. Ray **A**tewart Attachments

