District I 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

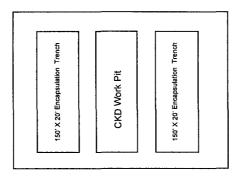
Pit or Below-Grade Tank Registration or Closure

P' P-1C									
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 Address: _105 South 4 th Street, Artesia, N.M. 88210 Facility or well name: Loving AIB State #5 API #: 30-015-34733 U/L or Qtr/Qtr County: _Eddy Latitude: 32.29872 Longitude: 103.09517 Surface Owner: Federal □ State ☒ Private □ Indian □	N Sec <u>16 T 23S</u> R 289E	COD. ARTESIA							
<u>Pit</u>	Below-grade tank								
Type: Drilling ☑ Production ☐ Disposal ☐ Work over ☐ Emergency ☐ Lined ☑ Unlined ☐ Liner type: Synthetic ☑ Thickness <u>12</u> mil Clay ☐ Pit Volume <u>20,000 bbl</u>	Volume:bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes								
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) XXXX (10 points) (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 No	(20 points) (0 points) XXXX							
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) (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 of offsite if it is a pit closure: (1) Attach a diagram of the facility NA (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No results and encountered: No results and a diagram of sample locations and excavations.									
Additional Comments: Closure work plan for drilling pit. An encapsulation trench wil	ll be constructed and lined with 12 mil synthetic liner next to a	existing drilling pit. The drilling pit contents will be							
excavated and emplaced into the encapsulation trench using a mixture of three to one		•							
track hoe and water added if needed. After completion of solidifying pit material in ce									
using a 20 mil synthetic liner placed over the pit contents with a minimum of a 3' over	er lap of the underlying trench areas. The trench will then be l	packfilled to grade using a minimum of 3' of clean							
soil or like material. A one call and 48 hour notification to OCD will be made before pit closure action begins. Beginning pit closure date: N/A. Ending pit closure date: N/A									
See attached sampling and closure data									
I hereby certify that the information above is true and complete to the best of my know constructed or closed according to NMOCD guidelines ☐, a general permit ☒,									
Date: <u>12/14/2006</u>		mise (Statilifield							
Printed Name/Title <u>Mike Stubblefield / Environmental Regulatory Agent</u>	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 Wishief II Sepaignature Date: 12/20/06									

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 measured 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 <u>open</u> container.
 - (C) One sample of the slurry will be taken at the end of the transference and stored in a closed 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.



New Mexico Office of the State Engineer

POD Reports and Downloads LOVING AIB STATE #5

Township: 23S Range: 28E Sections:

NAD27 X: Y: Zone: Search Radius:

County: Basin: Number: Suffix:

Owner Name: (First) (Last) Onn-Domestic

All

POD / Surface Data Report Avg Depth to Water Report

Water Column Report

Clear Form | iWATERS Menu | Help

AVERAGE DEPTH OF WATER REPORT 12/13/2006

								(Depth	Water in	Feet)
Bsn	Tws		Sec	Zone	x	Y	Wells	Min	Max	Avg
С	23S	28E	05				1	33	33	33
С	23S	28E	06				11	20	85	45
С	235	28E	07				2	40	50	45
С	238	28E	80				3	16	50 ·	35
С	238	28E	09				1	30	30	30
С	238	28E	10				2	19	25	22
С	23S	28E	11				2	15	16	16
С	23\$	28E	12				1	20	20	20
С	23S	28E	13				4	15	50	33
С	235	28E	14				2	29	30	30
C	238	28E	15				5	12	54	37
С	235	28E	16				3	33	55	40
С	238		17				2	50	75	63
C	23S	28E	18				3	42	217	113
С	235	28E	19				2	10	45	28
С	23S	28E	20				3	34	70	55
С	23S	28E	21				7	6	69	23
С	23S	28E	22				10	30	160	54
C	23S	28E	23				7	12	75	46
С	23S	28E	24				1	36	36	36
C	238	28E	25				7	27	60	44
С	235	28E	27				2	18	40	29
С	23S	28E	28				2	3	10	7
С	23s	28E	29				1	15	15	15
С	23S	28E	30				1	8	8	8
С	23S	28E	33				1	190	190	190
С	23\$	28E	34				1	25	25	25
С	235	28E	35				1	30	30	30

