District I 1625 N French Dr , Hobbs, NM 88240 District II 1301 W Grand Avenue, Artesia, NM 88210

State of New Mexico Energy Minerals and Natural Resources

Form C-144 June 1, 2004

- District III

1000 Rto Brazos Road, Aztec, NM 87410

District IV

1220 S St Francis Dr., Santa Fe, NM 87505

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 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 Closu	re
Is pit or below-grade tank covered by a "general plan"? Yes No	
of action. Registration of a nit or helply grade tank. M. Closure of a nit or helply gra	de tank 🗀

Type of action Registration of a pit C	or below-grade tank 🔼 Closure of a pit of below-g	grade tank	
Operator. McKay Oil Corporation Telephone 505-623-4735	e-mail address roy@mckayoil com		
Address PO Box 2014 Roswell, NM 88202-2014 Facility or well name Four Mile Draw C Federal #7 API #	U/L or Qtr/Qtr SWSW Sec 15 T 6	SS_R_22E	
County Chaves Latitude	Longitude NAD 19	027 □ 1983 □	
Surface Owner Federal 🛛 State 🗌 Private 🔲 Indian 🗍			
<u>Pit</u>	Below-grade tank		
Type Drilling ☑ Production ☐ Disposal ☐	Volume:bbl Type of fluid		
Workover ☐ Emergency ☐	Construction material		
Lined 🛮 Unlined 🗌	Double-walled, with leak detection? Yes If not, explain why not		
Liner type Synthetic ☑ Thickness <u>12</u> mil Clay ☐	r type Synthetic ☑ Thickness 12 mil Clay □		
Pit Volumebbl			
Durth to account water (warting) dictance from bottom of his to consonal	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	(<u>0 points)</u>	
	Yes	(20 points)	
Wellhead protection area (Less than 200 feet from a private domestic	No	(0 points)	
water source, or less than 1000 feet from all other water sources.)			
Distance to surface water (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)	
irrigation canals, ditches, and perennial and ephemeral watercourses)	200 feet or more, but less than 1000 feet	(10 points)	
-	1000 feet or more	(0 points)	
	Ranking Score (Total Points)	0	
If this is a pit closure: (1) Attach a diagram of the facility showing the pit.	s relationship to other equipment and tanks (2) Ind	icate disposal location. (check the onsite box	
your are burying in place) onsite ⊠ offsite ☐ If offsite, name of facility			
remediation start date and end date (4) Groundwater encountered No 🗌 N			
(5) Attach soil sample results and a diagram of sample locations and excavat		it and action sample results	
		net has already.	
Additional Comments This well is been drilled on the same well pad used by the Four Mile Draw B Fed #7Y, therefore, the pit has already			
been permitted and constructed under the Four Mile Draw B Fed #7Y well			
I hereby certify that the information above is true and complete to the best grade tank has been/will be constructed or closed according to NMOC plan .	of my knowledge and belief 1 further certify than D guidelines □, a general permit ☑, or an (atta	t the above-described pit or below- ched) alternative OCD-approved	
Date <u>7/19/07</u>			
Printed Name/Title <u>James L Schultz, Agent</u>	Signature	·	
Your certification and NMOCD approval of this application/closure does n ground water or otherwise endanger public health or the environment. Not state, or local laws and/or residences.	r does it relieve the operator of its responsibility for	nts of the pit or tank contaminate compliance with any other federal,	
Approval Printed Name/Title	Suprature	Date Skylon	