District I 1625 N. French Dr., Hobbs, NM 88240 District II

1301 W Grand Avenue, Artesia, NM 88210

District III 1000 Rio Brazos Road, A District IV 1220 S St. Francis Dr., Santa F.

## 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.
For downstream facilities, submit to Santa Fe

Pit or Below-Grade Tank Registration or Closure

Form C-144 June 1, 2004

| Is pit or below-grade tar   | ak covered by a "general plan"? Yes No X or below-grade tank X Closure of a pit or below-grade ta | AUG 23 2007  |
|---|---|--------------|
| Type of action. Registration of a pict  | of below-grade tank A Closure of a pit of below-grade to  | OCD-ARTESIA  |
| Operator. COG Operating LLC Telephone: 432-685-9158 (Agent); (432) 683-7443 (COG) e-mail address. leeann@graysurfacespecialties.com   |   |              |
| Address: 550 W Texas Avenue, Suite 1300, Midland, TX 79701  |   |              |
| Facility or well name. Comet "22" Federal #1 API #: 30 015 35834 J/L or Qtr/Qtr. C Sec 22 T16S R28E   |   |              |
| County: Eddy Latitude: N32 deg, 54', 08.5" Longitude: W104 deg, 10', 17.0" NAD: 1927 1983 X   |   |              |
| Surface Owner Federal X State Private Indian  |   |              |
| <u>Pit</u>  | Below-grade tank  |              |
| Type: Drilling X Production Disposal D  | Volume:bbl Type of fluid:   |              |
| Workover ☐ Emergency ☐  | Construction material:  |              |
| Lined X Unlined   | Double-walled, with leak detection? Yes  If not, explain why not.                                 |              |
| Liner type: Synthetic X Thickness 12 mil Clay   |   |              |
| Pit Volume 30,000 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'   | 100 feet or more 0 (  | 0 points)    |
|   | Yes   | 20 points)   |
| Wellhead protection area: (Less than 200 feet from a private domestic   |   |              |
| water source, or less than 1000 feet from all other water sources.)   | NO 0  | 0 points)    |
| 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)   |
| irrigation cariais, diteries, and perennial and epitemetal watercourses.)   | 1000 feet or more 0 (   | 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) Indicate disposal location: (check the onsite box if  |   |              |
| your are burying in place) onsite offsite 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:  |   |              |
|   |   |              |
|   |   |              |
|   |   |              |
|   |   |              |
|   |   |              |
| 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: 05/07/2007  |   |              |
| Printed Name/Title Lee Ann Rollins, Agent 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:   | Signed By Mily Brance   | AUG 2 3 2007 |
| AS A CONDITION OF ADDROVAL A DETAIL TO COLOR  | Signature   | Date:        |

ONDITION OF APPROVAL, A DETAILED CLOSURE PLAN MUST BE APPROVED BEFORE CLOSURE MAY COMMENCE.