

District I
1625 N. French Dr., Hobbs, NM 88240
District II
301 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

Form C-144
June 1, 2004

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 Closure

Is pit or below-grade tank covered by a "general plan"? Yes No

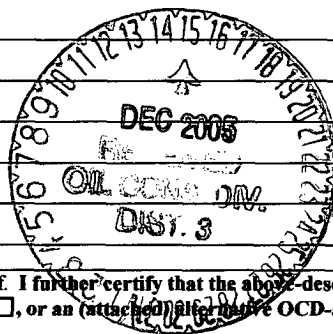
Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: PURE RESOURCES LP. Telephone: 505-327-4573 e-mail address: mpippin@ddbroadband.net
Address: c/o Agent - Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401
Facility or well name: RINCON UNIT #415 API #: 30-039-27804 U/L or Qtr/Qtr 1 Sec 1 T 26N R 07W
County: Rio Arriba Latitude 36 Deg. 30' 45" Longitude -107 Deg. 31' 10" NAD: 1927 1983
Surface Owner: Federal State Private Indian

| | | | |
|--|---|--|--|
| Pit | | Below-grade tank | |
| Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> | | Volume: _____ bbl Type of fluid: _____ | |
| Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> | | Construction material: _____ | |
| Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>12</u> mil Clay <input type="checkbox"/> | | Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. _____ | |
| Pit Volume <u>14,286</u> bbl | | | |
| Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) | Less than 50 feet | (20 points) | |
| | 50 feet or more, but less than 100 feet | (10 points) | |
| | 100 feet or more X | (0 points) X | |
| Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.) | Yes | (20 points) | |
| | No X | (0 points) X | |
| Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.) | Less than 200 feet | (20 points) | |
| | 200 feet or more, but less than 1000 feet X | (10 points) X | |
| | 1000 feet or more | (0 points) | |
| Ranking Score (Total Points) | | 10 | |

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 , a general permit , or an (attached) NMOCD-approved plan .

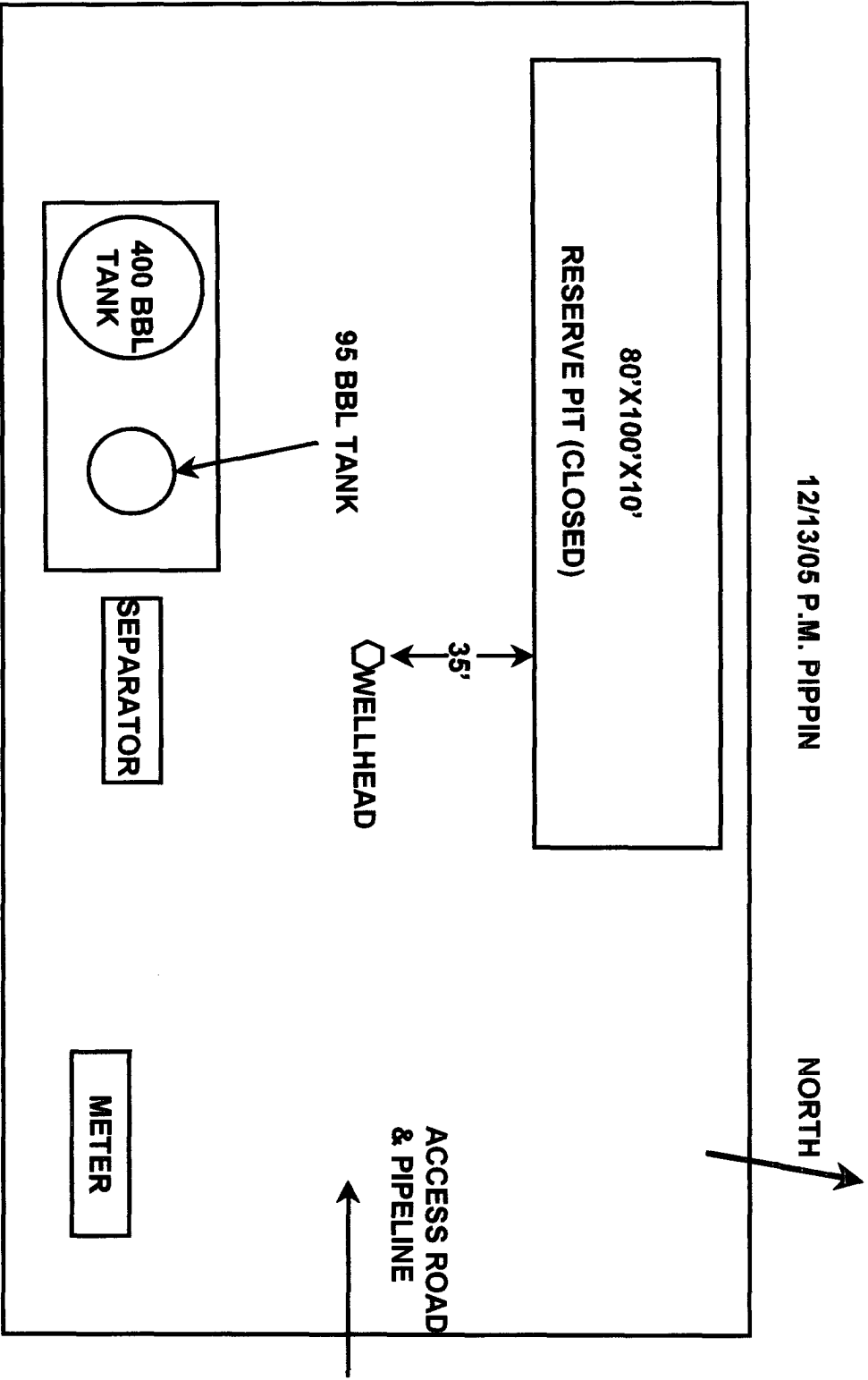
Date: 12/13/05
Printed Name/Title Mike Pippin Agent - Petr. Engr. Signature Mike Pippin

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: DEPUTY OIL & GAS INSPECTOR, DIST. 3 Signature Denny Faut Date: DEC 15 2005

PURE RESOURCES LP
RINCON UNIT #415 M/V/DK
1 SEC. 1 T26N R7W
RIO ARRIBA COUNTY, NM

12/13/05 P.M. PIPPIN



PURE RESOURCES LP
c/o Mike Pippin LLC
3104 N. Sullivan
Farmington, NM 87401
(505) 327-4573

12/13/05

GENERAL DESCRIPTION OF DRILL PIT CLOSING

RINCON UNIT #415 MV/DK I 1 26 7

Start location rehab & pit closing 10/17/05

1. Remove the fencing around the drilling pit.
2. Cut liner off at mud level and haul off to disposal facility.
3. Using track-hoe, mix any soft spots & cover pit with dry soil.
4. Lay back slopes & all disturbed areas.
5. Ripped location for seeding.
6. Plan to disc area & re-seed with BLM mix this spring as per BLM request.
7. Complete on 11/28/05.