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

For drilling and production facilities, submit to appropriate NMOCD District Office. For downstream facilities, submit to Santa Fe

Form C-144

June 1, 2004

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \[\subsetent No \[\text{X} \]

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank X		
Operator: Nearburg Producing Company Telephone: 686-8235 e-mail address: sjordan@nearburg.com Address: 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705		
Facility or well name: Salt Draw 10 State Com #1		Sec_ 10 T_25S_R_28E
County: Eddy Latitude Longitude		i
Pit RECEIVED	Below-grade tank	
Type: Drilling X Production Disposal MAR 0 3 2006 Workover Emergency Department Construction material: Double-walled, with leak detection? Yes If not, explain why not.		
Lined X Unlimited Double-walled, with leak detection? Yes If not, explain why not. Liner type: Synthetic X Thickness 12 mil Clay Double-walled, with leak detection? Yes If not, explain why not.		
Pit Volume bbl		
	Less than 50 feet	(20 points)
Depth to ground water (vertical distance from bottom of pit to seasonal high	50 feet or more, but less than 100 feet	(10 points)
water elevation of ground water.)	100 feet or more	(0 points) X
Wellhead protection area. (Less than 200 feet from a private domestic	Yes	(20 points)
water source, or less than 1000 feet from all other water sources.)	No	(0 points) X
	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) X
irrigation canals, ditches, and perennial and ephemeral watercourses.)	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 you are burying in place) onsite offsite If offsite, name of facility		
Additional Comments: No facilities, equipment or flowlines at this time. 2 temporary frac tankson NW corner and		
pumping unit at wellhead.		
Surface Area - rolling hills with rain run off drainage in area.		
Class wit according to Company Dit Cuidelines TVD2h		
Close pit according to General Pit Guidelines IVB3b.		
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:		
Printed Name/Title: Sarah Jordan, Production Analyst 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.		
Please submit a plan that can be USGS information		
AI approved for a sensitive area or DI schedule a meeting where other	shows this area to be	
Pr water data can be reviewed.	water sensitive.	
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