...ench Dr., Hobbs, NM 88240
...rict 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

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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: __Mewbourne Oil Company__   Telephone: __505-393-5905__   e-mail address: __hobeng@mewbourne.com__

Address: __P.O. Box 5270, Hobbs, New Mexico   88241__

Facility or well name: __Penlon "28" Federal Com #1__   API #: __30-015-33658__   U/L or Qtr/Qtr __A__ Sec __28__ T __20S__ R __27E__

County: __Eddy__   Latitude __32-33-00.0 N__   Longitude __104-16-49.1 W__   NAD: 1927 ☐ 1983 ☒

Surface Owner: Federal ☒ State ☐ Private ☐ Indian ☐

Pit	**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 __12__ mil Clay ☐	_____
Pit Volume __4800__ bbl	

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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 X	(10 points) X
	100 feet or more	(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	(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	(10 points)
	1000 feet or more X	(0 points) X
	Ranking Score (Total Points)	10 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 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: Mewbourne Oil Company proposes to dig a "deep bury" pit to dispose of the reserve pit from this location. The pit will be lined with a 12 mil liner and capped with 20 mil plastic. Enclosed is a diagram of the location with an approximate location of the "deep bury" pit. Both pits will be closed during the operation. We will start the "clean up" as soon as the equipment is available following NMOCD approval.

⊗ Pit has been reclaimed as required by NMOCD as of 4/12/06

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) alternative OCD-approved plan ☐.

Date: __02/06/2006__

Printed Name/Title __F. Lathan / Drilling Foreman__   Signature __F.C. Lathan__

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: __Gerry Guye__
Printed Name/Title __Compliance Officer__   Signature _____   Date: __2-9-06__

Accepted for record
NMOCD /0,