District I
1625 N. French Dr., Hobbs, NM 88240
District 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 For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Form C-144

March 12, 2004

Pit or Below-Grade Tank Registration or Closure

is pit or delow-grade tan Type of action: Registration of a pit o	r below-grade tank Closure of a pit or below-grade tank	×	
Dperator: Cimarex Energy Co. of Colorado Telephone:9 Address: P.O. Box 140907, Irving, Tx 75014-0907	72_443_6489c-mail address: zfarris@cimarex.com		
Facility or well name: Parkway State Com No. 2 API #: 30-015-3	2325 U/L or Qtr/Qtr_D Sec_15 T_198 R	29E	
County: Eddy Latitude 323955.1 N Longitude 10404			
Pit	Below-grade tank		
<u>Cype</u> : Drilling ☑ Production ☐ Disposal ☐	Volume:bbl Type of fluid:	olume: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 □ Volume bbl			
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	50 feet or more, but less than 100 feet (10	points) points) points)	
Welthead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)		points)	
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet (10	points) points) points	
	Ranking Score (Total Points)	0-	
If this is a pit closure: (1) attach a diagram of the facility showing the pit' onsite ☑ offsite ☐ If offsite, name of facility			
date. (4) Groundwater encountered: No 🔀 Yes 🗍 If yes, show depth bel	-	-	
diagram of sample locations and excavations.	ow ground surfaceit. and attach sample resul	is. (5) Attach son sample results and a	
l hereby certify that the information above is true and complete to the best or been/will be constructed or closed according to NMOCD guidelines	a general permit 🔲, or an (attached) alternative OCD-ap	-described pit or below-grade tank has proved plan □.	
Printed Name/Title Zeno Farris Manager Operations Administration	Signature Zene Fam,		
Your certification and NMOCD approval of this application/closure does no otherwise endanger public health or the environment. Nor does it relieve the regulations.	t relieve the operator of liability should the contents of the pi		
Approval: Date: JUN 1 6 2006	000		
Printed Name/Title	Signature		

Surface Pit Closure Plan

Pit Parameters

Well site: Parkway State Com # 2

Legal Description: 990 FNL, 990 FWL

Section 15 19S 29 E

Eddy County, New Mexico

The reserve pit insitu on this leasehold is being permitted to close as per New Mexico OCD "Pit and Below Grade Tank Guidelines" dated November 1, 2004.

This pit was excavated and formed to the dimensions roughly 120 feet x 115 feet x 6 feet deep. A 12 mil membrane liner and pad was used to prevent leakage to the surface soils. A visual examination of the membrane liner indicates that the liner has maintained its integrity.

The well bore penetrated a salt/anhydrite section causing the drilling fluid to saturate to a concentration weight of > 9.5 ppg.

After the drilling and completion phase of this project, the water phase of the pit contents were pumped and hauled to an approved water injection facility. The remaining solids were mechanically pulled to the corners of the containment area to allow them to dry and leach out as much liquid phase as possible. Again these liquids we hauled to an approved water injection facility. It is estimated that the volume of solids remaining are to +/- 1600 yards. The burial cell is to

be excavated and lined with a minimum 12 mil membrane that complies with ASTM Standard(s): D 5747, D 5199, D-5994, and D-4833. The cuttings will be loaded as to allow for > 36" freeboard to ground level. After the cuttings are loaded, the 12 mil liner will be folded over the top. A 20 mil minimum thickness liner meeting the minimum requirements as outlined in ASTM Standard Methods: D-5747, D-5199, D-5994, D-4833; will be used to cap and cover to an extended area that exceeds three feet in all directions from the edge of the burial cell. This cap will be constructed as to slope and allow for water runoff from burial cell.

A minimum of 36" of top soil will be used to cover the burial cell. This soil must be capable of supporting native plant growth. A seed mixture will be used as to conform to local BLM as well as New Mexico OCD requirements. The seeding and propagation of required native plants will be monitored as to insure that growth is reestablished.

After the drilled solids are buried, the natural contour of the surrounding soils will be mechanically shaped as prevent erosion of the well site until vegetation is established.

The caliches and soils will be pulled from the well site pad to allow for a 200 X 300 pad dimension for production use. The remaining materials will be used to maintain lease roads and other drill sites