District I

1625 N French Dr , Hobbs, NM 88240

District II

1301 W Grand Avenue, Artesia NM 88210

District III

1000 Rio Brazos Road, Aztesia NM 87505

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

June 1, 2004

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 Yates Petroleum Corporation Telephone <u>505-748-4500</u> e-mail address <u>mikes@ypcnm.com</u> Address 105 South 4th Street, Artesia, N.M. 88210 Facility or well name Doc BHU State #1_API # 30-015-34552_U/L or Qtr/Qtr_O_Sec_5_T_25S__R_30E__ SFP 0 4 2007 Latitude 32 15292 Longitude 103 90174 NAD 1927 ☑ 1983 ☐ OCD-ARTESIA Surface Owner Federal ☐ State ☒ Private ☐ Indian ☐ Pit Below-grade tank Type Drilling A Production Disposal D Volume ____bbl Type of fluid ___ Work over ☐ Emergency ☐ Construction material Double-walled, with leak detection? Yes

If not, explain why not Lined Unlined Liner type Synthetic Thickness 12 mil Clay Pit Volume 20000 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) XXXX (20 points) Wellhead protection area (Less than 200 feet from a private domestic water No (0 points) XXXX source, or less than 1000 feet from all other water sources) Less than 200 feet (20 points) Distance to surface water (horizontal distance to all wetlands, playas, (10 points) XXXX 200 feet or more, but less than 1000 feet irrigation canals, ditches, and perennial and ephemeral watercourses) 1000 feet or more (0 points) **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 you are burying in place) onsite offsite I If offsite, name of facility NA (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 Closure workplan for encapsulation trench The drilling pit contents will be mixed to stiffen the pit contents. A encapsulation trench will be excavated and lined with a 12 mil synthetic liner on former drilling pit site Drilling pit contents will then be emplaced into the encapsulation trench A 20 mil synthetic liner will then be placed over the pit contents with a minimum of a 3' over lap of the underlying trench areas. The encapsulation trench will then be backfilled to grade using a minimum of 3' of clean soil and like material. A one call and 48 hour notice will be provided to the Oil Conservation Division before pit closure actions begin Pit Closure actions to begin by NA Ending date NA 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 08/30/2007 Signature mine Still Printed Name/Title Mike Stubblefield / Environmental Regulatory Agent 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 **Gerry Guye** Compliance Officer Approval Signature_/ ____ Date ____SFP **6** 2007 Printed Name/Title ___ See Attached Stipulations

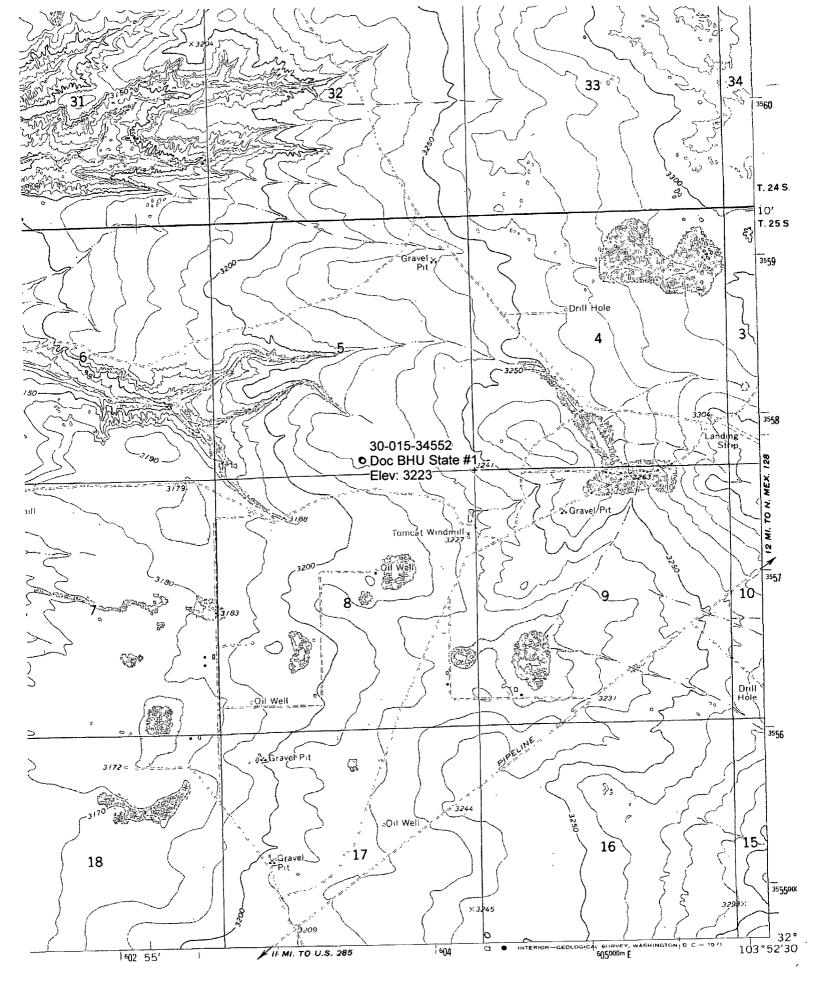
New Mexico Office of the State Engineer

POD Reports and Downloads DOC BHU STATE H
Township: 24S Range: 30E Sections:
NAD27 X: Zone: Search Radius:
County: Basin: Number: Suffix:
Owner Name: (First) (Last) ONon-Domestic ODomestic OAll
POD / Surface Data Report Avg Depth to Water Report Water Column Report
Clear Form iWATERS Menu Help

AVERAGE DEPTH OF WATER REPORT 08/30/2007

							(Deptn	Water in	Feet)
Bsn	Tws	Rng Sec	z Zone	x	Y	Wells	Min	Max	Avg
C	24S	30E 08				1	186	186	186
С	245	30E 19				1	150	150	150 ~
С	245	30E 23				1	400	400	400

Record Count: 3



Stipulation for Closure Of Pit

Samples are to be obtained from pit area and analysis submitted to NMOCD prior to back filling. Notify NMOCD 24 hours prior to obtaining samples.

If burial trench is to be constructed in the pit area, samples are to be obtained from that area and analyses submitted to NMOCD prior to lining the pit, but after contaminated soils have been excavated from trench area.

Notify NMOCD 24 hours prior to beginning closure.

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