DISIDUA 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**

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

Form C-144

June 1, 2004

Oil Conservation Division

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes No 🗷

1220 South St. Francis Dr. For downstream facilities, submit to Santa Fe office Santa Fe, NM 87505 OCT 09 2007

Type of action Registration of a pit or below-grade tank Closure of a pit or below-grade tank COCD-ARTESIA		
Operator: Southwestern Energy Production Co. Telephone: (281) 618-4887 e-mail address. martha_howard@swn.com		
Address: 2350 N Sam Houston Parkway East. Suite 300 Houston, Texas 77032		
Facility or well name: Karlsbad Corral SWD #1 API #. 30		Sec 11 T 25S R 29E
County: Eddy Latitude	0-015-35341 U/L or Qtr/Qtr J 32.143341° Longitude 103.954	1619° NAD. 1927 ☑ 1983 □
Surface Owner. Federal State Private Indian		
Pit Below-grade tank		
Type: Drilling M Production Disposal D	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	Double-wailed, with leak defection? Yes If not, explain why not.	
Pit Volume 10000 bbl		
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)
high water elevation of ground water)	50 feet or more, but less than 100 feet	(10 points) 0
agn water coverage. Or ground water y	100 feet or more ✓	(0 points)
W. 18	Yes	(20 points)
Wellhead protection area: (Less than 200 feet from a private domestic	No 🗸	(0 points) 0
water source, or less than 1000 feet from all other water sources.)		(o posta)
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)
arrigation canals, ditches, and perennal and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points) 0
migation canalis, orderes, and perchinal and epitemeral watercourses.	1000 feet or more ✓	(0 points)
	Ranking Score (Total Points)	0
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 N/A (3) Attach a general description of remedial action taken including		
remediation start date and end date. (4) Groundwater encountered: No X Yes I If yes, show depth below ground surfacefl. and attach sample results.		
(5) Attach soil sample results and a diagram of sample locations and excavations.		
Additional Comments: SOUTH WESTERN Engage Production Co. Plans To Deep Bury		
RESCRUE PIT GIVET'S CONTENTS PER NINDER RULE SO PIT CLOSURE		
DIGTEENCH APPOX. 30'x 120'x ZO' DeeP		
LIDE PIT WI 12 mil Plashe - Place Reserve Pit Conferts 10 TEENCH		
CAP & 20 mil Plashe - Cover & Approx. 3' of Native material		
Kesced ATEA " Specified Seed MIXTWE - Contour ATEA For Exision Control		
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 [3], a general permit [3], or an (attached) alternative OCD-approved plan [3].		
Date: 8/15/2007		
Printed Name/Title Martha Howard / Regulatory 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		
Approval:		
Printed Name/Ville 11/1/4 Lenfelen Date: 10/9/07		
— If burial trench is to be constructed		

NOTIFY OCD 24 HOURS PRIOR to beginning closure and 24 HOURS PRIOR to obtaining samples. Samples are to be obtained from pit area and analyses submitted to OCD prior to back-filling.

in pit area, samples are to be obtained and analyses submitted to OCD PRIOR to lining trench.