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

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 \(\subseteq \text{No } \subseteq \) Type of action Registration of a pit or below-grade tank 🔲 Closure of a pit or below-grade tank 📋 Operator Parallel Petroleum Corporation Telephone. 432-684-3905 e-mail address ddurham@pill.com 1004 N. Big Spring Street, Suite 400, Midland, Texas 79701 Facility of well name. War Emblem 1525-9 Fed Com #1 APL#. 3000563950 U/L or Otr/Otr 1 Sec. 8 Γ.15S R. 25E County Chaves Latitude 33° 01' 39.30" N 104° 27° 28.14" W NAD 1927 X 1983 🗌 Longitude Surface Owner Tederal 🔲 State 🔲 Private 🔯 Indian 🔲 Pit Below-grade tank Lype Drilling Production Disposal Volume _____bbl Type of fluid Workover ☐ Emergency ☐ Fresh water frac pond ☒ Construction material; Double-walled, with leak detection? Yes [] If not, explain why not Lined | Unlined | Liner type Synthetic M Thickness 12 mil Clay Pit Volume 10,000 bbl Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal 50 feet or more, but less than 100 feet 10 (10 points) high water elevation of ground water) 75' 100 feet or more (0 points) Yes (20 points) Wellhead protection area (Less than 200 feet from a private domestic No (0 points) water 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, 200 feet or more, but less than 1000 feet (10 points) irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) 10 Ranking Score (Total 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 remediation start date and end date (4) Groundwater encountered. No 🗌 Yes 🗍 If yes, show depth below ground surface. It and attach sample results (5) Attach soil sample results and a diagram of sample locations and excavations Additional Comments. This well will share a drilling location pit with the Funny Cide 1525-8 Fed Com #1, API # 3000563949 After closure of the reserve pit on this location, a permit is requested for a fresh water frac pond. No flowback fluids well be placed in the pond and it will be used for Tresh water storage only.

Thereby 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 \(\subseteq \), a general permit \(\subseteq \), or an (attached) alternative OCD-approved plan \(\subseteq \).

Date: 5-27-08

Printed Name/Fittle Gary Miller, Agent

Signature

Your certification and NMOCD approval of this application/closure does not relieve the operator of hability 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/Fitte Signature Signed By Mile Brancisca DateMAY 2 9 2008

Pit is permitted for fresh water use only.