<u>District I</u> 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.
For downstream facilities, submit to Santa Fe office

Form C-144

June 1, 2004

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Pit or	Below-Grad	le Tank Registr	ration 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 X					
Operator: SCHALK DEVELOPMENT CO. Telephone:	(505) 881-6649 e-mail address: SPSc				
Address: P. O. Box 25825, Albuquerque, NM 87125					
Facility or well name: SCHALK 54 #200 API #:					
County: RIO ARRIBA Latitude	Longitude	NAD: 1927 🗌 1983 🗍			
Surface Owner: Federal X State Private Indian					
Pit	Below-grade tank				
Type: Drilling X Production Disposal	Volume:bbl Type of fluid:				
Workover Emergency	Construction material:				
Lined X Unlined	Double-walled, with leak detection? Yes If not, explain why not				
Liner type: Synthetic Thickness 12 mil Clay	The state of the s				
Pit Volume 13,000 bbl		\$ 000 B			
11 Volume <u>10,000</u> 001	Less than 50 feet	(20 points)			
Depth to ground water (vertical distance from bottom of pit to seasonal					
high water elevation of ground water.) >100'	50 feet or more, but less than 100 feet	(10 points)			
	100 feet or more	(0 points) 0			
Wallhard waste dien anno A and then 200 fort from a minute demostic	Yes	(20 points)			
Wellhead protection area: (Less than 200 feet from a private domestic	1	(0 points) 0			
water source, or less than 1000 feet from all other water sources.)					
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)			
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)			
> 1000'	1000 feet or more	(0 points) 0			
	Ranking Score (Total Points)	0			
	Ranking Score (1 otal roints)				
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 X* offsite \(\bigcap \) If offsite, name of facility	(3) Attach a general des	scription of remedial action taken including			
remediation start date and end date. (4) Groundwater encountered: No X Yes	s If yes, show depth below ground surface	ft. and attach sample results.			
(5) Attach soil sample results and a diagram of sample locations and excavation					
	AIS.				
Additional Comments: *Excess water hauled by truck to Basin Disposal.					
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 guideline					
Date: <u>May 3, 2006</u>					
Printed Name/Title Steve Schalk, Manager	_ Signature	race			
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/Title DEPUTY OR. & GAS INSPECTOR, DIST. (19)	Signature Brandon Toul	Date: WAY 0 8 2005			

SCHALK 54 #200

The location clean-up and drilling pit closure on the Schalk 54 #200 occurred as follows:

April 3, 2006: Schmitz Construction, Inc. moved 750C Dozer

to location; 10 hours dozer work on pit closure

April 4, 2006: 11 hours dozer work on pit closure

April 5, 2006: 10 hours dozer work on pit closure

April 6, 2006: 10 hours dozer work on pit closure

April 13, 2006: 10 hours dozer work on pit closure and location clean-up

April 14, 2006: 7 hours dozer work to finish location clean-up

Pit closure was completed on April 14, 2006.

