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

Form C-144
June 1, 2004

For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

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: BP AMERICA PROD. CO. Telephone: (505)-326-9200 e-mail address:
Address: 200 ENERGY COURT, FARMINGTON, NM 87410
Facility or well name: HUGHES B #7 API #: 30-045- 07780 U/L or Qtr/Qtr M Sec 29 T 29N R 8W
County: SAN JUAN Latitude 36.69284 Longitude 107.70602 NAD: 1927 ☐ 1983 ☒ Surface Owner Federal ☒ State ☐ Private ☐ Indian ☐

Pit	**Below-grade tank**		
Type: Drilling ☐ Production ☐ Disposal ☒ PRODUCTION TANK Workover ☐ Emergency ☐ Lined ☒ Unlined ☐ STEEL TANK Liner type: Synthetic ☐ Thickness _____mil Clay ☐ Pit Volume _____bbl	Volume: _____bbl Type of fluid: _____ Construction material: N/A Double-walled, with leak detection? Yes ☐ If not, explain why not. _____		
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) (0 points)	0
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points) (0 points)	0
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) (0 points)	0
	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_____. (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: PIT LOCATED APPROXIMATELY 78 FT. N16E FROM WELL HEAD.
PIT EXCAVATION: WIDTH N/A ft., LENGTH N/A ft., DEPTH N/A ft. .
PIT REMEDIATION: CLOSE AS IS: ☒, LANDFARM: ☐, COMPOST: ☐, STOCKPILE: ☐, OTHER ☐ (explain)
Cubic yards: N/A
BEDROCK BOTTOM, NO TPH ANALYSIS CONDUCTED

FEB 2006 OIL CONS. DIV. DIST. 3

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 alternative OCD-approved plan ☒.**

Date: 08/29/05

PrintedName/Title Jeff Blagg – P.E. # 11607 Signature Jeffrey A. Blagg

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 OIL & GAS INSPECTOR, DIST. #3 Signature Brandon Powell Date: FEB 28 2006

CUTTER CANYON 30045 07780 36.69284/107.70602

CLIENT: BP	**BLAGG ENGINEERING, INC.** **P.O. BOX 87, BLOOMFIELD, NM 87413** **(505) 632-1199**	LOCATION NO: B1624 COCR NO: —

FIELD REPORT: PIT CLOSURE VERIFICATION

PAGE No: 1 of 1

LOCATION: NAME: HUGHES B WELL #: 7 TYPE: PROD. TANK

QUAD/UNIT: M SEC: 29 TWP: 29N RNG: 8W PM: NM CNTY: SJ ST: NM

QTR/FOOTAGE: 1170'S/850'W SW/SW CONTRACTOR: SIERRA (JEFF)

DATE STARTED: 8/29/05

DATE FINISHED:

ENVIRONMENTAL SPECIALIST: NV

EXCAVATION APPROX. NA. FT. x NA FT. x NA FT. DEEP. CUBIC YARDAGE: NA

DISPOSAL FACILITY: ON-SITE REMEDIATION METHOD: CLOSE AS IS

LAND USE: RANGE - BLM LEASE: SF 078046 FORMATION: MV

FIELD NOTES & REMARKS: PIT LOCATED APPROXIMATELY 75 FT. N16E FROM WELLHEAD.

DEPTH TO GROUNDWATER: >100' NEAREST WATER SOURCE: >1,000' NEAREST SURFACE WATER: >1,000'

NMOCD RANKING SCORE: 0 NMOCD TPH CLOSURE STD: 5,000 PPM

OVM CALIB. READ. = 50.9 ppm (CHECK)
OVM CALIB. GAS = 100 ppm RF = 0.52
TIME: 12:45 am/pm DATE: 8/29/05

SOIL AND EXCAVATION DESCRIPTION:

ELEV. - 6422'

SOIL TYPE: (SAND) / SILTY SAND / SILT / SILTY CLAY / CLAY / GRAVEL / OTHER BEDROCK (SANDSTONE)

SOIL COLOR: OK. YELL.-ORANGE BEDROCK - OLIVE GRAY

COHESION (ALL OTHERS): (NON COHESIVE) / SLIGHTLY COHESIVE / COHESIVE / HIGHLY COHESIVE

CONSISTENCY (NON COHESIVE SOILS): (LOOSE) / (FIRM) / DENSE / VERY DENSE

~~PLASTICITY (CLAYS)~~: NON PLASTIC / SLIGHTLY PLASTIC / COHESIVE / MEDIUM PLASTIC / HIGHLY PLASTIC

~~DENSITY (COHESIVE CLAYS & SILTS)~~: SOFT / FIRM / STIFF / VERY STIFF / HARD

MOISTURE: DRY / (SLIGHTLY MOIST) / MOIST / WET / SATURATED / SUPER SATURATED

DISCOLORATION/STAINING OBSERVED: YES / (NO) EXPLANATION -

HC ODOR DETECTED: YES / (NO) EXPLANATION -

SAMPLE TYPE: (GRAB) / COMPOSITE - # OF PTS. —

ADDITIONAL COMMENTS: STEEL TANK REMOVED PRIOR TO ARRIVAL. COLLECTED SAMPLE FROM BEDROCK SURFACE. BEDROCK - VERY HARD, SLIGHTLY FRIABLE. NO TPH ANALYSIS WAS CONDUCTED.

(BEDROCK BOTTOM)

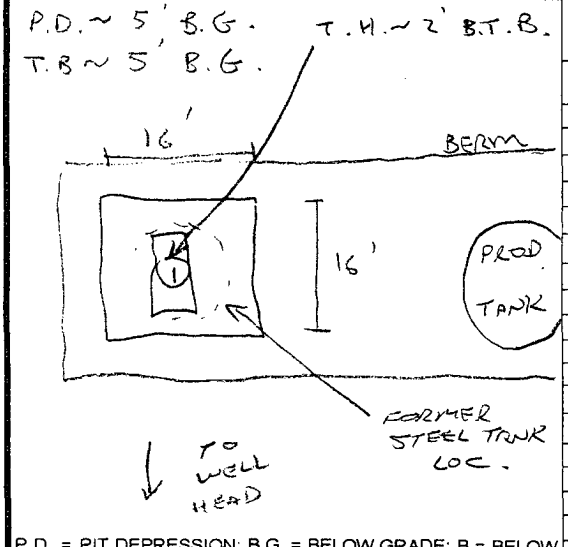
(CLOSED)

FIELD 418.1 CALCULATIONS

SAMP. TIME	SAMP. ID	LAB NO.	WEIGHT (g)	mL FREON	DILUTION	READING	CALC. (ppm)

SCALE 0 FT

PIT PERIMETER



P.D. = PIT DEPRESSION; B.G. = BELOW GRADE; B = BELOW
T.H. = TEST HOLE; ~ = APPROX.; T.B. = TANK BOTTOM

OVM READING

SAMPLE ID	FIELD HEADSPACE (ppm)
1 @ 7'	0.0
2 @	
3 @	
4 @	
5 @	

LAB SAMPLES

SAMPLE ID	ANALYSIS	TIME
	—	1240

PIT PROFILE

NOT APPLICABLE

TRAVEL NOTES: CALLOUT: 8/29/05 - MORN. ONSITE: 8/29/05 - NOON