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

Approval:

Printed Name/Title

District #3

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

SEP 2 1 2007

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 \(\subseteq \) No \(\subseteq \) Type of action: Registration of a pit or below-grade tank \(\subseteq \) Closure of a pit or below-grade tank \(\subseteq \) _____Telephone: ____(505)325-1821 ____e-mail address: _____ Dugan Production Corp P.O. Box 420, Farmington, New Mexico 87401 Address: ___ Facility or well name: ____Supai Point No. 1 API#: 30-045-28996 U/L or Otr/Otr A Sec 20 T 24N R 8W . County: San Juan Latitude 36.30468 Longitude 107.69888 NAD: 1927 | 1983 | Surface Owner Federal State | Private | Indian | RCUD SEP 19'07 Below-grade tank OIL CONS. DIV. Type: Drilling Production Disposal Volume: ____bbl Type of fluid: _____ DIST. 3 Workover Emergency Construction material: Lined Unlined M Double-walled, with leak detection? Yes If not, explain why not. Liner type. Synthetic Thickness mil Clay Pit Volume 77 ± 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 points) high water elevation of ground water.) 100 feet or more (0 points) 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.) 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) 10 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 . (3) Attach a general description of remedial action taken including your are burying in place) onsite \(\bar{\Bigsi} \) offsite \(\bar{\Bigsi} \) If offsite, name of facility 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: 12' x 12' x 3'± deep unlined separator pit, center located at approximately 48 Feet South 76° East of wellhead Use backhoe to collect 5-point composite sidewall/base sample for lab testing. 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 . September 17, 2007 Date: Printed Name/Title_ Jeffrey C Blagg, agent __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. Deputy Oil & Gas Inspector.



EPA METHOD 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	Supai Point #1 Sep	Date Reported:	07-25-07
Laboratory Number:	42508	Date Sampled:	07-18-07
Chain of Custody No:	2016	Date Received:	07-20-07
Sample Matrix:	Soil	Date Extracted:	07-23-07
Preservative:	Cool	Date Analyzed:	07-25-07
Condition:	Cool & Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	0.2

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Pit Sampling

5-Point @ 8'

Analyst

Review Walter



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	Supai Point #1 Sep	Date Reported:	07-25-07
Laboratory Number:	42508	Date Sampled:	07-18-07
Chain of Custody:	2016	Date Received:	07-20-07
Sample Matrix:	Soil	Date Analyzed:	07-25-07
Preservative:	Cool	Date Extracted:	07-23-07
Condition:	Cool & Intact	Analysis Requested:	BTEX

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)
Benzene	ND	1.8
Toluene	4.6	1.7
Ethylbenzene	6.1	1.5
p,m-Xylene	36.5	2.2
o-Xylene	5.4	1.0
Total BTEX	52.6	

ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	97.0 %
	1,4-difluorobenzene	97.0 %
	Bromochlorobenzene	97.0 %

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Pit Sampling 5-Point @ 8'



EPA Method 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Quality Assurance Report

Client:	QA/QC		Project #:		N/A
Sample ID:	07-25-07 QA/0	QC	Date Reported:		07-25-07
Laboratory Number:	42499		Date Sampled:		N/A
Sample Matrix:	Methylene Chlor	ride	Date Received:		N/A
Preservative:	N/A		Date Analyzed:		07-25-07
Condition:	N/A		Analysis Request	ted:	TPH
	I-Cal Date	I-Cal RF:	G-Cal RF	% Difference	Accept Range
Gasoline Range C5 - C10	05-07-07	1.0089E+003	1.0093E+003	0.04%	0 - 15%
Diesel Range C10 - C28	05-07-07	1.0013E+003	1.0017E+003	0.04%	0 - 15%
Blank Conc. (mg/L - mg/Kg)		Concentration		Detection Limi	
Gasoline Range C5 - C10	455 MINING W. 47 M.	ND		0.2	
Diesel Range C10 - C28		ND		0.1	
Total Petroleum Hydrocarbons		ND		0.2	
Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept. Range	94
Gasoline Range C5 - C10	ND	ND	0.0%	0 - 30%	
Diesel Range C10 - C28	ND	ND	0.0%	0 - 30%	

ND - Parameter not detected at the stated detection limit.

Spike Conc. (mg/Kg)

Gasoline Range C5 - C10

Diesel Range C10 - C28

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

250

250

SW-846, USEPA, December 1996.

Comments:

QA/QC for Samples 42499 - 42508

ND

ND

Analyst

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Review

Sample Spike Added Spike Result % Recovery Accept Range

100.0%

100.0%

75 - 125%

75 - 125%

250

250



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	N/A	Project #:	N/A
Sample ID:	07-25-BTEX QA/QC	Date Reported:	07-25-07
Laboratory Number:	42499	Date Sampled:	N/A
Sample Matrix:	Soil	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	07-25-07
Condition:	N/A	Analysis:	BTEX

Calibration and Detection Limits (ug/L)	I-CaliRE:	C-Cal RF Accept Ran	"是在一个"。 "是在一个"。 "是一一个"。 " " " " " " " " " "	Blank Conc	Detect Limit
Benzene	2.1610E+007	2.1654E+007	0.2%	ND	0.2
Toluene	1.8242E+007	1.8279E+007	0.2%	ND	0.2
Ethylbenzene	1 3421E+007	1 3448E+007	0.2%	ND	0.2
p,m-Xylene	2.9728E+007	2.9787E+007	0.2%	ND	0.2
o-Xylene	1.2507E+007	1.2532E+007	0.2%	ND	0.1

Duplicate Conc. (ug/Kg) Sample Duplicate %Diff Accept Range Detect Limit					
Benzene	ND	ND	0.0%	0 - 30%	1.8
Toluene	ND	ND	0.0%	0 - 30%	1.7
Ethylbenzene	ND	ND	0.0%	0 - 30%	1.5
p,m-Xylene	ND	ND	0.0%	0 - 30%	2.2
o-Xylene	ND	ND	0.0%	0 - 30%	1.0

Spike Conc. (ug/Kg)	Sample Amo	unt Spiked Spik	ed Sample	% Recovery	Accept Range
Benzene	ND	50.0	49.9	99.8%	39 - 150
Toluene	ND	50.0	49.9	99.8%	46 - 148
Ethylbenzene	ND	50.0	49.9	99.8%	32 - 160
p,m-Xylene	ND	100	99.9	99.9%	46 - 148
o-Xylene	ND	50.0	50.0	100.0%	46 - 148

ND - Parameter not detected at the stated detection limit.

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using

Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996.

5796 U.S. Highway 64 • Farmington, NM 87401 • Tel 505 • 632 • 0615 • Fax 505 • 632 • 1865

Comments:

QA/QC for Samples 42499 - 42508

Analyst