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

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-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 \(\subseteq \subseteq \) | | | | |
|--|---|--|--|--|
| Operator: MCELVAIN OIL & GAS PROP. Telephone | | EDF@MCELVAIN.COM | | |
| Address. 1050 17 TH STREET. SUITE 1800. DENVER. CO | | 20 100 245 | | |
| Facility or well name: MCELVAIN #8 API #: 30 | 0-025-38012 | Sec 30 T 18S R 34E | | |
| | Longitude | NAD: 1927 🗌 1983 🗍 | | |
| Surface Owner. Federal State Private Indian | | F F T I I I I I | | |
| <u>Pit</u> | Below-grade tank | | | |
| Type: Drilling X Production Disposal D | Volumebbl Type of fluid | | | |
| Workover | Construction material | FFR 2.2 2008 | | |
| Lined 🔀 Unlined 🗌 | Construction material FEB 2 2 2008 Double-walled, with leak detection? Yes If not, explain why not | | | |
| Liner type: Synthetic 🔀 Thickness 12 mil Clay 🗌 | | | | |
| Pit Volume <u>12,139</u> 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) 10 | | |
| 65'+ | 100 feet or more | | | |
| | Too rect of more | (0 points) | | |
| Wellhead protection area: (Less than 200 feet from a private domestic | Yes | (20 points) | | |
| water source, or less than 1000 feet from all other water sources.) | No | (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 | (20 points) | | |
| | 200 feet or more, but less than 1000 feet | (10 points) | | |
| | 1000 feet or more | (0 points) 0 | | |
| | Ranking Score (Total Points) | 10 | | |
| If this is a pit closure: (1) Attach a diagram of the facility showing the pit's | relationship to other equipment and tanks. (2) Indica | te disposal location: (check the onsite box if | | |
| your are burying in place) onsite X offsite I If offsite, name of facility_ | (3) Attach a general de | escription of remedial action taken including | | |
| remediation start date and end date (4) Groundwater encountered. No 🛛 Y | es If yes, show depth below ground surface | ft. and attach sample results. | | |
| (5) Attach soil sample results and a diagram of sample locations and excavat | ions | - | | |
| Additional Comments | | | | |
| A 10 FOOT DEEP SIDE DEEP BURIAL TRENCH WAS EXCAV | | | | |
| SYNTETIC LINER. THE PIT CONTENTS WERE THEN PLACE | D INTO THE LINED TRENCH. THE SIDES (| OF THE TRENCH WERE FOLDED | | |
| OVER THE CONTENTS AND A TOP COVER OF 20 MIL SYNTHETIC LINER WAS SEWED IN PLACE. THREE FEET OF TOP SOIL WAS PLACED ON TOP OF THE LINED TRENCH AND COMPACTED. THE ORIGINAL PIT WAS BACKFILLED WITH CLEAN SOIL, COMPACTED, | | | | |
| AND LEVELLED TO GRADE. CONFIRMATION SAMPLES WERE TAKEN FROM THE EXCAVATED PIT PRIOR TO BACKFILLING AND ARE | | | | |
| ATTACHED. THE PIT CLOSURE WAS STARTED IN OCTOBER 2007 AND COMPLETED IN OCTOBER 2007. | | | | |
| | | | | |
| 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 [X], a general permit [\], or an (attached) alternative OCD-approved plan [\]. | | | | |
| Date. 2/11/08 | | | | |
| CLIFF BRUNSON, PRESIDENT, BBC INTL. | Carro 7 | | | |
| Printed Name/Title | Signature_Cliff P. Tuenson FOR | MCELVAIN OIL & GAS PROPERTIES | | |
| 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 | | | | |
| | | | | |
| Approval: Printed Name/Title CHRIS WILLIAMS / DIST. SUN Signature Will William Date: 2/22/08 | | | | |
| rimed rame Time Governo W. Col April 9 10 10 300 | v signature Como Cittles | Date: 42408 | | |



ANALYTICAL RESULTS FOR BBC INTERNATIONAL, INC. ATTN: CLIFF BRUNSON

P.O. BOX 805 HOBBS, NM 88241 FAX TO: (575) 397-0397

Receiving Date: 11/19/07

Reporting Date: 11/20/07 Project Owner: NOT GIVEN

Project Name: MCELVAIN #8

Project Location: HWY 529

Analysis Date: 11/19/07

Sampling Date: 11/17/07 Sample Type: SOIL

Sample Condition: COOL & INTACT

Sample Received By: SB

Analyzed By: HM

CI

| LAB NUMBER | SAMPLE ID | (mg/kg) |
|------------------|------------|---------|
| H13749-1 | SP 1 | 848 |
| H13749-2 | SP 2 | 944 |
| H13749-3 | SP 3 | 416 |
| | | |
| | | |
| | | |
| | | |
| | | |
| Quality Control | | 500 |
| True Value QC | | 500 |
| % Recovery | | 100 |
| Relative Percent | Difference | < 0.1 |

METHOD: Standard Methods 4500-Cl'B

Note: Analyses performed on 1:4 w:v aqueous extracts.

Chemist

Date

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

ARDINAL LABORATORIES, INC.

| ARDINAL LABORATORIES, INC. | 1 11 11 - NR 00040 | |
|--|---|---|
| 2111 Beechwood, Abilene, TX 79603 101 East Marland | J, HODDB, NM 0024U | Page / of |
| (915) 673-7001 Fax (915) 673-7020 (505) 393-2326 F | BILL TO | ANALYSIS REQUEST |
| Company Name: BBC INTERNATIONAL | | |
| Project Manager: Cliff BRUNSON | P.O. #: | |
| Address: 1324 W. MARLAUD | Company | |
| City: Hobbs State: NM Zip: 88240 | Attn: | |
| Phone # (595) 3976388 Fax# 505) 3970397 | Address: | |
| Project 7: Project Owner: | City: | |
| Project Hame: Mc Elizain #8 | State: Zip: | 441 |
| Grand Control Hwy 529 | Phone #: | |
| Sampler Name: | Fax #: | 44 |
| FOR LEE USE CRUT | PRESERY SAMPLING | |
| | | |
| (O)(C) | | |
| Labin Sample L.D. 質[表] () 同 | SLUDGE OTHER: ACID/BASE: OTHER: MILL MILL MILL MILL MILL MILL MILL MIL | 64 |
| # CONT | SLUGGE OTHER: OTHER: MACIDIAN ACIDIAN | |
| 3 9 8 8 8 8 | 11/17/02 10:00 | |
| H18749-1 SP 1 | 1/17/07 10:25 | |
| 2 5 P 2 C V | 1/12/07 11:00 | |
| 3503 | 1417 79 6 00 | |
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| | | Terms and Considerat like and be discipled in it seconds ment ben |
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| Sampler Religguished: Date: 19-67 Received By: | Gelkey 11-19-07 Fax Resu | (S) |
| 0 00 8:00 | | |
| Reliaguished By: Date: 11-19-07 Received By: (Lab | | |
| Cennifer Gelkey Tigos Sue Baines | - 11/19/07 2:069 | |
| Delivered By: [Circle Qne) Sample Co. Cool Inta | ndition CHECKED BY: | |
| Sampler · UPS - Bus Other: | | |
| Samplet - Or 3 - Dua Cottlet | No SI | *************************************** |

[†] Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476.