| Subtitit 3 Copies To Appropriate District   | State of New Mexico                                      |                   | Form C-103                                 |
|---|--|-------------------|--|
| Office <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240  | Energy, Minerals and Natural Resources                   |                   | May 27, 2004<br>WELL API NO.               |
| District 11   | OIL CONSERVATION DIVISION                                |                   | 30-015-32967                               |
| 1301 W. Grand Ave., Artesia, NM 88210<br>District III   | 1220 South St. Francis Dr.                               |                   | 5. Indicate Type of Lease STATE FEE        |
| 1000 Rio Brazos Rd., Aztec, NM 87410  | Santa Fe, NM 87505                                       |                   | STATE FEE 6. State Oil & Gas Lease No.     |
| District IV<br>1220 S. St. Francis Dr., Santa Fe, NM  |  |                   | (FEDERAL) NMLC-029420A                     |
| 87505<br>SUNDRY NOT   | TICES AND REPORTS ON WELLS                               |                   | 7. Lease Name or Unit Agreement Name       |
| (DO NOT USE THIS FORM FOR PROP  | OSALS TO DRILL OR TO DEEPEN OR PLU                       |                   | _  |
| PROPOSALS.)   | ICATION FOR PERMIT" (FORM C-101) FO                      | R SUCH            | Skelly Unit                                |
| 1. Type of Well: Oil Well   | Gas Well Other   | RECEIVED          | 8. Well Number 948                         |
| 2. Name of Operator   | Chevron USA Inc.   | AUC 1 0 coor      | 9. OGRID Number 013837                     |
| 3. Address of Operator  |  | AUG 1 8 2005      | I O D1 nome - Wildook                      |
| P. O. Box 960 Artesia, NM 88211-0960 P. O. Box 960 P. O. Box 960 Artesia, NM 88211-0960 P. O. Box 960 P. P. O. Box 960 P. O. Box 960 P. P. P. D. Box 960 P. P. P. D. Box 960 P. P. P. P. D. Box 960 P. P. P. P. D. Box 960 P. |  |                   |  |
| 4. Well Location  |  |                   |  |
| Unit Letter M   | feet from the South                                      | line and 330      |  |
| Section 15  |  | inge 31E          | NMPM County Eddy                           |
| I 1. Elevation (Show whether DR, RKB, RT, GR, etc.) 3842' GR  |  |                   |  |
| Pit or Below-grade Tank Application or Closure  |  |                   |  |
| Pit type Drilling Depth Groundwater 116' Distance from nearest fresh water well 3 miles Distance from nearest surface water 1000'   |  |                   |  |
| Pit Liner Thickness:12 mil Below-Grade Tank: Volume bbls; Construction Material   |  |                   |  |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  |  |                   |  |
|   |  |                   |  |
| NOTICE OF INTENTION TO:  SUBSEQUENT REPORT OF:  |  |                   |  |
| PERFORM REMEDIAL WORK   | ☐ PLUG AND ABANDON ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ | REMEDIAL WOR      |  |
| TEMPORARILY ABANDON L   | MULTIPLE COMPL   | CASING/CEMEN      |  |
| PULL OR ALTER CASING L  | ]  |                   | <del></del>                                |
| OTHER:  |  | OTHER: Pit Clos   |  |
| 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.  |  |                   |  |
| On July 19, 2005 Allstate Environmental Services started closure procedures. Closure of the pits was completed August 2, 2005.  |  |                   |  |
|   |  |                   |  |
| Attachments:  |  |                   |  |
| Closure summary Diagram of well site and pit location   |  |                   |  |
| Diagram of wen site and pit location  |  |                   |  |
|   |  |                   |  |
|   |  |                   |  |
|   |  |                   |  |
|   |  |                   |  |
|   |  |                   |  |
|   |  |                   |  |
|   |  |                   |  |
|   |  |                   |  |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any 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 🗌   |  |                   |  |
| SIGNATURE Jeny W.   |  | oduction Clerk    | DATE 8/18/2005                             |
| Type or print name Jerry W. Sher  | rell E-mail addr   | ess: jerrys@macke | energycorp.com Telephone No. (505)748-1288 |
| For State Use OnI   | •  |                   |  |
| APPROVED BY: Mile L   | MARCHEN TITLE  | AssIT             | AUG 25 2005                                |
| Conditions of Approval (if any):  | THE THE  |                   | UAIE                                       |

(E)

## **Closure Summary**

Pursuant to <u>Pit and Below-Grade Tank Guidelines</u> as published November 1, 2004 by the New Mexico Oil Conservation Division.

Allstate Environmental Services was contracted by Mack Energy Corp. to commence closure activities of the drilling pits at the Skelly Unit #948 lease in Eddy County on July 19, 2005. As described in the Form C-103 for the Skelly Unit #948 lease, the fluids in the pit were removed and disposed of. The contents were then stiffened and buried per option IV.B.3.(b) of the Pit and Below-Grade Tank Guidelines. Closure of the pits was completed August 2, 2005.

## Mack Energy Pit Closure Site Sketch Skelly Unit #948 Lease August 8, 2005



