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

Form C-144

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes X No Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank X Telephone: 505-397-0510 _____e-mail address: __ballen@sesi-nm.com_ Operator: Oxy USA WTP Limited Partnership Address: 4008 North Grimes PMB 269, Hobbs, New Mexico 88240_ Facility or well name: _Old Ranch Canyon "7" Fed #3 __API #: ___30-015-31152 _____ U/L or Qtr/Qtr __F __ Sec __ 7 __ T __22S ___ Latitude 32.4084924 ____ Longitude __104.5401451_____ NAD: 1927 __ 1983 X Surface Owner: Federal X State Private Indian Below-grade tank <u>Pit</u> Type: Drilling X Production Disposal D 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 X Thickness 12 mil Clay Pit Volume _11,000_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) XXXX Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic (0 points) XXXX No 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) irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) XXXX 0 points 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 your are burying in place) onsite X offsite I 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 X 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: Category #2 Location Closure work plan for drilling pit. The drilling pit will be capped and encapsulated insitu. This will be accomptished by mixing earthen materials with the pit contents, as necessary to stiffen the pit contents sufficiently to provide physical stability and support for the pit cover. The edges of the liner will be folded over the stiffened mud and cuttings; capping the pit with a 20 mil thickness impervious; reinforced synthetic liner meeting ASTM standards that is designed to be resistant to the material encapsulated; and covering the cap with a minimum of 3' feet of clean soil or like material that is capable of supporting native plant growth. A one call and a 48-hour notice will be provided to the Oil Conservation Division. 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 X or an (attached) alternative OCD-approved plan . Date: 8-22-05 Printed Name/Title Bob Allen/ Consultant 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. Approval:

Printed Name/Title Mike Sontcher Date: AUG 24 2005





