1625 N. French Dr., Hobbs, NM 88240 Distric 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

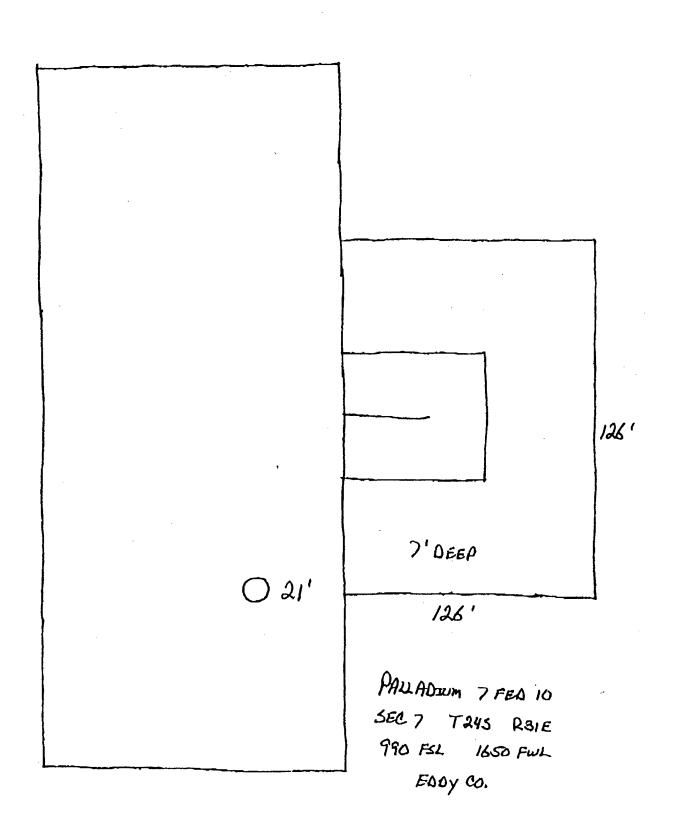
For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

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 No x	
Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank 🗵	
Operator: Pogo Producing Company Telephone: 432-685-8100 e-mail address: wrightc@pogoproducing.com	
Address: P. O. Box 10340, Midland, TX 79702-7340	
Facility or well name: Palladium 7 Fed #10 API#: 30-015- 33969 U/L or Qtr/Qtr N Sec 7 T 24S R 31E	
County: Eddy County Latitude 32:13:38.4N Longitude 103:49:13.2W NAD: 1927 1983	
Surface Owner: Federal 🔀 State 🗌 Private 🔲 Indian 🗍	
<u>Pit</u>	Below-grade tank Volume:bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes
Type: Drilling 🔀 Production 🗌 Disposal 🗍	Volume:bbl Type of fluid:
Workover	Construction material:
Lined 🗵 Unlined 🗌	Double-walled, with leak detection? Yes [] If not, explain why not.
Liner type: Synthetic Thickness 12 mil Clay	
Pit Volume 1980@bl	4
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet (20 points)
	50 feet or more, but less than 100 feet (10 points)
high water elevation of ground water.)	100 feet or more X (0 points) O
	Yes (20 points)
Wellhead protection area: (Less than 200 feet from a private domestic	No.
water source, or less than 1000 feet from all other water sources.)	A ()
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet (20 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet (10 points)
in igation canais, ancies, and percinnal and opinional massive access	1000 feet or more X (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 🔀 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 surfaceft. and attach sample results.	
(5) Attach soil sample results and a diagram of sample locations and excavations.	
Additional Comments: Amended to show Onsite disposal	
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.	
Date: 09/06/05	
Printed Name/Title Cathy Wright, Sr Eng Tech 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.	
Field Community	\sim
Approval: Field Supervisor	SED 17 2005
Printed Name/Title	Signature Signature



Pit Closing Procedure:

Pits are dewatered. Dirt contractor digs a deep bury pit adjacent to the drilling pit. Deep bury pit is lined with 12 mil plastic. Dirt contractor pushes contents of drilling pit into the deep bury pit. Deep bury pit is capped with 20 mil plastic then covered with 3 feet of fill dirt.