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 June 1, 2004

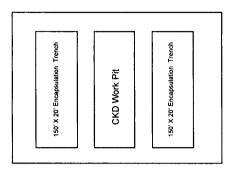
Is pit or below-grade tank covered by a "general plan"? Yes 🛛 No 🗌
Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: <u>Vates Petroleum Corporation</u> Telephone: <u>505-748-4500</u> e-mail a	ddress: mikes@ypcnm.com	RECEIVED			
Address: 105 South 4th Street, Artesia, N.M. 88210		SEP 1 4 7005 OCT-ARTESIA			
Facility or well name: Padron BGM State Com 1 API #: 30-015-33959 U/L o	3EP 1 4 7005				
County: Eddy Latitude: 32,15002 Longitude: 104	I.19816 NAD: 1927 🖾 1983 🗖	OCD-ARTESIA			
Surface Owner: Federal State Private Indian		-0.74			
Pit	Below-grade tank				
Type: Drilling 🖾 Production 🗌 Disposal 🗍	Volume:bbl Type of fluid:				
Work over ☐ Emergency ☐	Construction material:				
Lined 🖾 Unlined 🗖	Double-walled, with leak detection? Yes 🔲 If not, explain why not.				
Liner type: Synthetic ☑ Thickness <u>12</u> mil Clay ☐					
Pit Volume 20,000 bbl					
Depth to ground water (vertical distance from bottom of pit to seasonal high	Less than 50 feet	(20 points) XXXX			
water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points)			
Trace deviation of ground made,	100 feet or more	(0 points)			
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes	(20 points)			
	No	(0 points) XXXX			
source, or less than 1000 feet from all other water sources.)					
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)			
	1000 feet or more	(0 points) XXXX			
100 C C C C C C C C C C C C C C C C C C	Ranking Score (Total Points)	20 points			
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relating lace) onsite	(3) Attach a general description of remedial ac	ate disposal location: (check the onsite box it you are ouryin			
Additional Comments: Closure work plan for drilling pit. An encapsulation tren	ch will be constructed and lined with 12 mil syr	thetic liner next to existing drilling pit. The drilling pit			
contents will be excavated and emplaced into the encapsulation trench using a m	nixture of three to one pit material and Class H	bulk cement or CKD. The emulsion of pit material and			
cement will be mixed using a track hoe and water added if needed. After comple					
encapsulation trench will then be capped using a 20 mil synthetic liner and back					
OCD will be made before pit closure action begins. Beginning pit closure date:	N/A. Ending pit closure date: N/A	As a condition of approval, if during			
	 	pit construction water is encountered or if water seeps in pits after			
I hereby certify that the information above is true and complete to the best of my been/will be constructed or closed according to NMOCD guidelines, a g	y knowledge and belief. I further certify tha general permit ⊠, or an (attached) alternat	construction the OCD MUST BE CONTACTED IMMEDIATELY!			
Date: 08/30/2005		SOLVINGTED IMMEDIATELY!			
Printed Name/Title Mike Stubblefield / Regulatory Agent	Sienature	WEB STATES: 40			
Your certification and NMOCD approval of this application/closure does not re endanger public health or the environment. Nor does it relieve the operator of i	lieve the operator of liability should the content ts responsibility for compliance with any other	s of the pit or tank contaminate ground water or otherwise ederal, state, or local laws and/or regulations.			
Approval: Field Supervisor	Signature	SEP 2 0 2005			

YATES PETROLEUM CORPORATION

Reserve Pit Solidification Procedure

1. Diagram of deep burial trench(s) is provided with application for closure (form C-144)



Reserve pit 150' x 150'

2. Solidification of Cuttings:

- (A) The cuttings will be mixed with a track hoe. Contents will be lifted and dropped so as to create a stirring process. This process will continue until CKD and pit contents are thoroughly bonded.
- (B) The solidification material will be Cement Kiln Dust (CKD).
- (C) CKD to pit contents ratio will be 1 yard of pit contents to 240 lbs. of CKD or 1,000 cubic yards of pit contents to 120 tons of CKD. Pit contents will be measure to determine actual volume (length x width x depth /27). CKD is weighed and delivered to the site in 40,000 lb increments.
 - A 1,200 cubic yard work pit is constructed inside the original reserve pit beside the encapsulation/solidification trench. One thousand cubic yards of pit contents will be placed in the work trench along with six 20 ton loads of CKD to begin the mixing process.
- (D) Fresh water may be introduced to initiate the bonding process of CKD and pit contents.
- (E) In order to assure proper mixing, all CKD is precisely weighed before delivery and pit construction is measured to a predetermined need depending on exact volume of pit contents.
- A minimum of three representative samples will be taken from pit contents prior to any work. These samples will be stored in closed containers.

- 4. Each stage being mixed will be sampled prior to transferring the slurry to the deep trench as follows:
 - (A) One sample of the slurry will be taken at the beginning of the transference and stored in a <u>closed</u> container.
 - (B) One sample of the slurry will be taken at the beginning of the transference and stored in an <u>open</u> container.
 - (C) One sample of the slurry will be taken at the end of the transference and stored in a closed container.
 - (D) One sample of the slurry will be taken at the end of the transference and stored in an <u>open</u> container.
- 5. All samples will be stored in environmentally approved containers.
- 6. All samples and associated paperwork will be delivered to the OCD office within 3 working days of closure.

Record Count: 1

New Mexico Office of the State Engineer Well Reports and Downloads PADRON BGM STATE COM							
Township: 25S	Range: 27E	Sections:					
NAD27 X:	Y:	Zone:	Search	n Radius:			
County: Ba	asin:	3 ()	Number:	Suffix:			
Owner Name: (First)	(La	est) ② All	○Nor	a-Domestic ODo	omestic		
Well / Surface Data Report	L][Ave	Depth to Wate	er Report	Water Column F	Report		
	Clear Form	WATERS N	Menu Help				
AVERAGE DEPTH	OF WATER REPO	ORT 08/30/20	005 (Depth Wate:	r in Feet)			
Bsn Tws Rng Sec Zone C 25S 27E 33	x	Y Wells	Min M	Avg 19			

