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

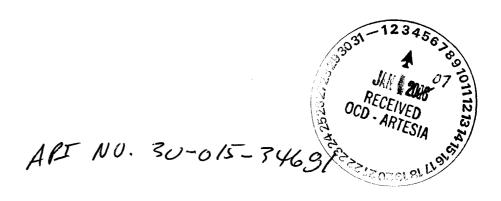
State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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For drilling	nd prodi	ction faci	litie submi	ι ά ρ\
appropriate N	MOCDAD	istrict Offi	ce.	CA.
For downstro	am racili			; ;
Office	(0)	DOREC	רט פעייין	′ <u>-</u>

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq \text{No} \subseteq \)

Type of action: Registration of a pit	or below-grade tank 🔲 Closure of a pit or below-gra	de tank			
Operator: FOG RESOURCES INC. Telephor	ne: 505-234-1450e-mail address:	de tank (1) 2026181 (1) 202618			
Address: PO Box 3229 Carlsbad, NM 88220	ic. 503-734-1430 Hall address.				
) 30-015-34681 U/L or Qtr/Qtr NE/	A Sec 10 T 165 R 255			
· ·					
County: Latitude Latitude Surface Owner: Federal State Private Indian	APO - FMT Toulding PPO	175. 1727 L. 1765 L.			
	I Data and the last				
Pit	Below-grade tank				
Type: Drilling T Production Disposal	Volume:bbl Type of fluid:				
Workover	Construction material:				
Lined X Unlined	Double-walled, with leak detection? Yes If not, explain why not.				
Liner type: Synthetic Thicknessmil Clay _					
Pit Volumebbl					
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)			
	100 feet or more	(0 points)			
Wallhard materian area (Landthan 200 feet from a minute demonsi	Yes	(20 points)			
Wellhead protection area: (Less than 200 feet from a private domestic	No	(0 points)			
water 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)			
Baseli valias, and potential and optionists. Hardoodiscor)	1000 feet or more	(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 TY					
5) Attach soil sample results and a diagram of sample locations and excavati	• • • • • • • • • • • • • • • • • • • •				
Additional Comments: Dig deep burial hole and line with 12-mil plastic. Mix pit contents,					
place in liner and cap with 20-mil plastic with 3' overlap. Cover					
with 3' to 4' top soil.					
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: 12/11/2006 MORGAN TOOLS CO., LLC					
Date: 12/11/2006 MORGAN TOOLS CO., LLC Printed Name/Title By: Stephen Wilson, Foreman Signature Stephen Wilson, Foreman 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	. Senature	Date: 1/2/07			



December 11, 2006

RE: Congo B-10 Fee #1-H 2150' FSL - 140' FEL Section 10 - T16S - R25E Eddy County, NM

To Whom It May Concern:

I, <u>W-T-Johnsen</u>, land owner of the above-referenced well site, give my permission for drilling mud to be hauled from this site to the Congo A-10 Fee #1-H (Unit A), 960' FNL – 660' FEL, Section 10 – T16S – R25E, Eddy County, NM.

Signed <u>July Land Owner</u> (Land Owner