District I 1625 N French Dr , Hobbs, NM 88240 District II Avenue, Artesia, NM 88210 1301 W Grand District III District III 1000 Rio Brazo Road, Aztec, NM 87410 District IV 1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Form C-144 June 1, 2004

Oil Conservation Division For drilling and production facilities, submit to appropriate NMOCD District Office. 1220 South St. Francis Dr. For downstream facilities, submit to Santa Fe Santa Fe, NM 87505 office Pit or Below-Grade Tank Registration or Closure 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 Yates Petroleum Corporation Telephone 505-748-4500 e-mail address mikes@ypcnm.com

Address 105 South 4 th Street, Artesia, N.M. 88210				AUG 1 4 2007
Facility or well name Shafer BHS Federal Com #1	_			AUG 1 4 2007
County Eddy Latitude 32 4	5061 Longitude <u>104</u>	4738 NAD 192	7 🛮 1983 🗀	OCD-ARTESIA
Surface Owner Federal State Private	☐ Indian ☐			
Pit		Below-grade tank		
Type Drilling ☑ Production ☐ Disposal ☐ Work over ☐ Emergency ☐		Volumebbl Type of fluid		
		Construction material		
Lined ☑ Unlined ☐		Double-walled, with leak detection? Yes 🔲 If not, explain why not		
Liner type Synthetic ☑ Thickness 12 mil Clay ☐ Pit Volume 20,000 bbl				
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water)		Less than 50 feet		(20 points)
		50 feet or more, but	less than 100 feet	(10 points)
		100 feet or more		(0 points) XXXX
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
Distance to surface water (horizontal distance to all v	Less than 200 feet		(20 points)	
irrigation canals, ditches, and perennial and ephemera	200 feet or more, bu	it less than 1000 feet	(10 points)	
,		1000 feet or more		(0 points) XXXX
		Ranking Score (To	tal Points)	0 POINTS
		<u> </u>		
f this is a pit closure: (1) Attach a diagram of the faci n place) onsite \(\text{\text{\text{\text{\text{offsite}}}} \) notion of \(\text{\text{\text{\text{\text{offsite}}}} \) notion				disposal location (check the onsite box if you are burying non taken including remediation start date and end date
•			•	taken mending remediation start date and end date
4) Groundwater encountered No ☐ Yes ☐ If yes, sl			it and attach sample results	
5) Attach soil sample results and a diagram of sample l	i			
	-			capsulation trench will be excavated and lined with a 12
mil synthetic liner on former drilling pit site Drilling				
with a minimum of a 3' over lap of the underlying tree	nch areas The encapsula	tion trench will then be	backfilled to grade using a m	ninimum of 3' of clean soil and like material A one call
and 48 hour notice will be provided to the Oil Conser-	vation Division before pit	closure actions begin		
Pit Closure actions to begin by NA Ending date NA				
I hereby certify that the information above is true and	complete to the best of m	v knowledge and belie	f I further certify that the	above-described pit or below-grade tank has
been/will be constructed or closed according to NM				
Date 08/09/2007				
Printed Name/Title Mike Stubblefield / Environmenta	d Regulatory Agent		Signature Mac Stage	00.2
Your certification and NMOCD approval of this appli			· · · · · · · · · · · · · · · · · · ·	1
endanger public health or the environment Nor does				
			11 i	
Approval		Signed By	11/4 DRAMLER	— AUG 1 7 2007
- · - ·		_ Signature		1
TIFY OCD 24 HOURS PRIOR to	If burial trench is			pproval if during pit
inning closure and 24 HOURS PRIOR obtaining samples. Samples are to be	in pit area, samples and analyses submi	s are to be obtained itted to OCD		is encountered or if
ained from pit area and analyses	<u>PRIOR</u> to lining t		water seeps into p	its after construction

NO beg submitted to OCD prior to back-filling. the OCD MUST BE CONTACTED IMMEDIATELY.

