DISHICLI 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

June 1, 2004

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe office

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq \) No \(\mathbb{X} \)

AUG 2 0 2007 OCD-ARTESIA

Form C-144

Type of action Registration of a pit or below-grade tank Closure of a pit or below-grade tank		
Operator: Southwestern Energy Production Co. Telephone: (281) 618-4887 e-mail address: martha_howard@swn.com		
Address: 2350 N Sam Houston Parkway East. Suite 300		
Facility or well name: Karlsbad Corral 11 #2H API # 3	0-015-34942 U/L or Otr/Otr D	Sec 11 T 25S R 29E
County: Eddy Latitude	0-015-34942 U/L or Qtr/Qtr D 32°09'05.99" Longitude 103°	° 57'40.04" NAD: 1927 ⊠ 1983 □
Surface Owner Federal ☐ State 【 Private ☐ Indian ☐		
Pit Below-grade tank		
Type: Drilling 🗷 Production 🗌 Disposal 🗍	Volume:bbl Type of fluid:	
Workover Emergency	Construction material:	
Lined Unlined	Double-walled, with leak detection? Yes If not, explain why not	
Liner type: Synthetic X Thickness 12 mil Clay		
Pit Volume 13000 bbl		
TH VolumeO	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)
high water elevation of ground water.)	100 feet or more ✓	(10 points) 0 (0 points)
	100 feet of more	(o points)
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)
water source, or less than 1000 feet from all other water sources.)	No ✓	(0 points) 0
	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) 0
irrigation canals, ditches, and perennial and ephemeral watercourses.)	1000 feet or more ✓	(0 points)
	Ranking Score (Total Points)	0
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 N/A . (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: Per NMOCD Rule 50		
Encapsulate using 12 mil plastic in pit		
20 mil cover		
3' clean soil on top		
Seed area with specified seed mixture		
Seed area with Specified seed mixture		
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: 8/15/2007		
Printed Name/Title Martha Howard / Regulatory Analyst Signature Whom Carlot Howard		
Your certification and NMOCD approval of this application/closure does not relieve the operator of hability 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. Application DENIED - Insufficient information		
Was a salt section encountered during drilling? Or Was a brine drilling fluid of 9 5 ppg Or greater used?		
Approval.		
Printed Name/Title	Signatūrė	Date·