

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

Form C-144
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 No x

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank X

Operator: Morexco, Inc. Telephone: 432 684-6381 e-mail address: ann.ritchie@wtor.net

Address: c/o Box 953, Midland, TX 79702

Facility or well name: Pardue Farms "29" #3 API #: 30 015 34858 U/L or Qtr/Qtr D Sec 29 T 24S R 28E

County: Eddy Latitude: N32.19417 Longitude: W104.11611 NAD: 1927 x 1983

Surface Owner: Federal State Private X Indian ☐

OCT 01 2007

OCD-ARTESIA

Pit

Type: Drilling X Production ☐ Disposal ☐

Workover ☐ Emergency ☐

Lined X Unlined ☐

Liner type: Synthetic X Thickness 12 mil Clay ☐

Pit Volume: 1400

Below-grade tank

Volume: bbl Type of fluid:

Construction material:

Double-walled, with leak detection? Yes ☐ If not, explain why not.

Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)

Less than 50 feet

50 feet or more, but less than 100 feet

100 feet or more

(20 points)

(10 points)

(0 points)

Don't hole to 70' dry in U F

Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)

Yes

No

(20 points)

(0 points)

Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)

Less than 200 feet

200 feet or more, but less than 1000 feet

1000 feet or more

(20 points)

(10 points)

(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 you are burying in place) onsite X 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 X Yes ☐ If yes, show depth below ground surface ft. and attach sample results.

(5) Attach soil sample results and a diagram of sample locations and excavations.

Additional Comments: Soil Sample results attached "Log of Exploratory Boring TB-1", located in Unit Letter F, Section 29, T24S, R28E operated by OGX Resources,

LLC. Morexoco, Inc. plans to trench bury the contents of the pit per OCD Rule 50 guidelines. Log of Boring attached indicates no water

Encountered at a depth of 70'. Morexco prior C-144 filing denied "C-144 Registration indicates groundwater @ 63' logs".

OGX Resources's plan approved by OCD on 10-05-2006 as per Mike Bratcher.

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 X, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Date: 9-26-07

Printed Name/Title Ann E. Ritchie 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:

Signature Signed By

Date:

OCT 09 2007

NOTIFY OCD 24 HOURS PRIOR to beginning closure and 24 HOURS PRIOR to obtaining samples. Samples are to be obtained from pit area and analyses submitted to OCD prior to back-filling.

If burial trench is to be constructed in pit area, samples are to be obtained and analyses submitted to OCD PRIOR to lining trench.



Safety & Environmental
Solutions, Inc.

LOG OF EXPLORATORY BORING TB-1

(Page 1 of 1)

OGX Resources, LLC
EKG Fee #1
1680 FNL, 1680 FWL
Unit Letter "F", Section 29, T24S, R28E
Eddy County, New Mexico

Date, Time Started : 08/16/08, 0945
Date, Time Completed : 08/16/08, 1630
Hole Diameter : 3 1/4 in.
Drilling Method : Hollow Stem Auger
Drilling Equipment : Foremost-Mobile D-57

Drilled By : Eco/Environ Drilling
Sampling Method : Cuttings
Logged By : David Boyer, P.G.
Company Rep. :
Survey By :

Depth in Feet	Sample Method	USCS	GRAPHIC	Water Levels	Sample Type:	Well: TB-1 Elev.:
				<input checked="" type="checkbox"/> Hydrocarbon Product <input checked="" type="checkbox"/> Measured Water Level	SS Split Spoon (18" or 24") CB Core Barrel (2.5" or 6") CT Auger Cuttings NR No recovery	
DESCRIPTION						
0	CT	ML/GM		Log from cuttings. 0-5 ft. SANDY SILTY SAND, light brown, slightly damp, no H/C stain or odor		
5	CT			5-10 ft. SAND, poorly graded (uniform), light brown, very fine to fine grained, dry		
10	CT			10-15 ft. SAND, poorly graded (uniform), light brown, very fine to fine grained, dry, occasional small gravel 1/4-3/8 in.		
15	CT	SP		15-20 ft. SAND, poorly graded (uniform), light brown, very fine to fine grained, dry		
20	CT			20-25 ft. SAND, poorly graded (uniform), light brown, very fine to fine grained, frequent small gravels to 3/4 in. "Gravels" are clayey, hard to soft		
25	CT	CL		25-28 ft. SANDY CLAY, dry		
30	CT			28-30 ft. SAND, poorly graded (uniform), light brown, fine grained, slightly damp		Open Hole - dry
35	CT	SP		30-35 ft. SAND, poorly graded (uniform), light reddish-brown, slightly damp, occasional clay "gravel"		
40	CT			35-38 ft. SAND, poorly graded (uniform).		
45	CT	SC/SM		38-41 ft. CLAYEY, SILTY SAND, brown, slightly moist		
50	CT			41-44 ft. CLAY, reddish-brown, hard, dry		
55	CT			44-46 ft. Very hard drilling, loud chatter, pulled rods, dry, hard clay on tip of pilot bit		
60	CT			46-50 ft. CLAY, fat clay, dry, brown, slightly soft to hard		
65	CT	CL		50-55 ft. CLAY, as above, hard drilling		
70	CT			55-60 ft. CLAY, brown, dry		
75	CT			60-65 ft. CLAY, brown, dry		
80	CT			65-70 ft. CLAY, brown, very dry		 Native fill (auger dough)
85	CT			Pulled rods and pilot bit. Dry at 70 ft. Pulled 10 ft. augers and inserted depth to water probe. Hole caved back 4 ft. Dry at 66 ft.		
90	CT					

Notes:

On site with driller at 0945 to advance soil boring to determine depth to water and to sample water quality if encountered. Located borehole at the southwest corner of the location at the edge of the pad, approximately 27 ft. south-west from fence at small vertical separator and 66 ft. west of tank battery fence.

No water was encountered during drilling of this borehole.
No hydrocarbon staining or odor was encountered during borehole drilling.
At completion of the borehole, pulled auger, backfilled with 24 bags of Hologram bentonite, 3/8 in. chips, well hydrated.

Morexa - offsetting drilling