· District I* 1625 N. French Dr., Hobbs, NM 88240 District II 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

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

For downstream facilities, submit to Santa Fe

1220 South St. Francis Dr. Santa Fe, NM 87505

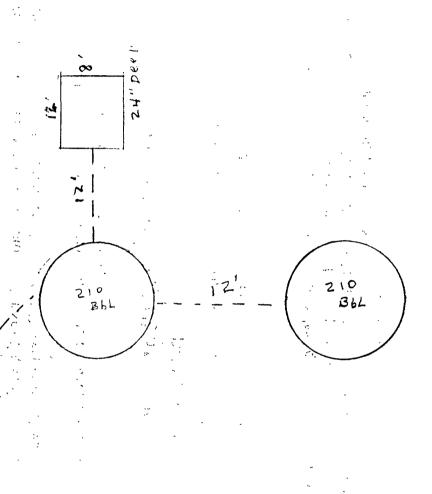
Form C-144

June 1, 2004

Pit or Below-Grade Tank Registration or Closure			DEG 7 0 7001
Is pit or below-grade tank covered by a "general plan"? Yes No			OCD-ARTESIA
Type of action: Registration of a pit or below-grade tank : Closure: of: a pit or below-grade tank			
Operator: Slayton Resources, Inc. Telephone: 575-623-7184 e-mail address:			
Address: P. O. Box 2035, Roswell, New Mexico 88202-2035			
Facility or well name: Penrose State API #: 30-005-10076 U/L or Qtr/Qtr D Sec 22			T_10SR_27E_
County: Chaves Latitude Longitude			IAD: 1927 🗌 1983 🔲
Surface Owner: Federal State Indian Indian			
<u>Pit</u>	Below-grade tank		
Type: Drilling Production Disposal	Volume:bbl Type of fluid:		
Workover Lemergency	Construction material:		
Lined _ Unlined	Double-walled, with leak detection? Yes If not, o	explain why not	,
Liner type: Synthetic Thicknessmil Clay			
Pit Volume 25 bbl			
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	X20XXXXXX	
	XSAKAD KARAKESKAD KARAKAKARA HK	XXXXXXXXXXX	!
	100 feet or more	(0 points)	!
7 1 200 5 15	XX*X X	XXXXXXXXXXXX	ا مي ١
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.)	38.00 3.10		
Distance to surface water: (horizontal distance to all wetlands, playas,	1 .	XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	
irrigation canals, ditches, and perennial and ephemeral watercourses.)		XIOXXXXXXX	``
	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 for If offsite, name of facility Gandy Marley Inc. (3) Attach a general description of remedial action taken including			
remediation start date and end date. (4) Groundwater encountered: No Tyes 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: December 17, 2007 through January 7, 2008 depending on weather. Move the			
back hoe and dump trailer to location. Dig out contaminated soil and take to Gandy Marley			
dump site. Save soil sample from bottom of pit and deliver to proper state office. When			
approved, surface will be leveled. See attachment.			
approved, surface will be revered. See	attachment.		
	- ·		
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: 12-19-07			
Printed Name/Title April Denise Allison/agent Signature Opril News Olleson)
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.			
,-	11		
Approval: SEE ATTACHED	Signed By Miles Bear	4130	JAN 07 2008
Printed Name/Title STIPULATIONS	Signature Signature	Da	HIN W LOOU

SCHEMATIC
Penrose State
API# 30-005-10076







NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Slayton Resources Inc.

PO Box 2035

Roswell NM 88202-2035

January 7, 2008

Reference: Penrose State 001 D-22-1-s-27e Chaves County API: 30-005-10076 (Production Pit)

Operator,

The C-144 to close the pit at the above referenced site has been approved with the following stipulations:

• Notify the NMOCD District 2 Office (OCD) 48 hours prior to commencement of activities.

- Notify the OCD 48 hours prior to obtaining samples where analyses of samples obtained are to be submitted to the OCD.
- Confirmation samples will be required to be obtained and submitted to an OCD approved lab for analyses. The results must then be submitted to OCD and approval obtained from OCD prior to backfilling excavated pit area.
- Submit a final report to OCD indicating date pit closed.
- Pit is to be closed and final report submitted to OCD no later than January 28, 2008.

If I can be of assistance, please contact me.

Sincerely.

Mike Bratcher NMOCD District 2 1301 W. Grand Ave.

Artesia, NM 88210 575-748-1283 Ext. 108

575-626-0857

mike.bratcher@state.nm.us