

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 ☐

Type of action. Registration of a pit or below-grade tank ☒ Closure of a pit or below-grade tank ☐

Operator: Bold Energy, LP Telephone: 432-685-9158 e-mail address: leeann@graysurfacespecialties.com  
Address: 415 W. Wall Street, Suite 1300, Midland, Texas, 79701  
Facility or well name Humble Grace Com #2 API # 30-015-35696 U/L or Qtr/Qtr Sec 2 T 23 S R 26E  
County: Eddy County Latitude N32°19'55.11" Longitude W104°16'12.44" NAD: 1927 ☐ 1983 ☒  
Surface Owner: Federal ☐ State ☐ Private ☒ Indian ☐

APR 23 2008  
OCD-ARTESIA

<b>Pit</b> Type <input checked="" type="checkbox"/> Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: <u>Synthetic X</u> Thickness <u>12 mil</u> Clay <input type="checkbox"/> Pit Volume <u>12,000</u> bbl	<b>Below-grade tank</b> Volume: <u>      </u> bbl Type of fluid: <u>      </u> Construction material: <u>      </u> Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. <u>      </u>
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 <b>248'</b> (0 points)
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 <b>1000' or more</b> (0 points)
Distance to surface water (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet (20 points) 200 feet or more, but less than 1000 feet (10 points) 1000 feet or more <b>1000' or more</b> (0 points)
<b>Ranking Score (Total Points)</b> <b>0 Points</b>	

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 ☐ 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 ☐ 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: Bold Energy, LP has decided that due to size of area they are restricted to in this area there is not enough room to construct earthen pits, therefore the decision has been made to use a Closed Loop System.

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: **4-18-2008**

Printed Name/Title Lee Ann Rollins, Agent for Bold Energy, LP

Signature Lee Ann Rollins

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       

Signature       

Accepted for record  
NMOCD

Date       

APR 23 2008



3106 N. Big Spring St. Ste. 100  
Midland, TX 79705  
Tel: (432) 685-9158

APR 23 2008  
**OCD-ARTESIA**

April 18, 2008

State of New Mexico  
Oil Conservation District  
District II  
Attn: Mike Bratcher  
1301 W. Grand Avenue  
Artesia, New Mexico 88210

Re: Humble Grace Com #2  
Section 2, T23S, R26E, Eddy Co., NM  
API: 30-015-35696  
Re: Change to Closed Loop System for Pit

Dear Mr. Bratcher,

The above referenced approved well location is on property belonging to City of Carlsbad. Due to restrictions on pad size there will not be ample room to Bold Energy, LP. to construct earthen pits therefore the decision has been made to go to a Closed Loop System.

Please find enclosed a revised Form C-144. Feel free to contact me at (432) 685-9158 if you should have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Lee Ann Rollins', is written over the typed name.

Lee Ann Rollins  
Gray Surface Specialties  
Agent for Bold Energy, LP

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