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 March 12, 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 X No Type of action: Registration of a pit or below-grade tank \(\subseteq\) Closure of a pit or below-grade tank Telephone: 505.324.5300 e-mail address: cdinning@merrion.bz Operator: Merrion Oil & Gas Address: 610 Reilly Ave., Farmington, NM 87401 Sec 2 Facility or well name: U Da Well No. 2 API#: 30-045-31280 U/L or Qtr/Qtr B T 31N R 8W Longitude NAD: 1927 🗌 1983 🔲 Surface Owner Federal 🔲 State 🖾 Private 🔲 Indian 🗍 County: San Juan Latitude Pit Below-grade tank Type: Drilling Production Disposal Volume: bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes If not, explain why not. Lined D Unlined Liner type: Synthetic

☐ Thickness 12 mil Clay ☐ Volume Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal high 50 feet or more, but less than 100 feet (10 points) water elevation of ground water.) 100 feet or more (0 points) Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic Nο (0 points) water source, or less than 1000 feet from all other water sources.) (20 points) Less than 200 feet Distance to surface water: (horizontal distance to all wetlands, playas, 200 feet or more, but less than 1000 feet (10 points) irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) 20 20 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: . (3) Attach a general description of remedial action taken including remediation start date and end onsite offsite If offsite, name of facility 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. 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: 5/10/04

Approval: MAY 13 2004

regulations.

Printed Name/Title Connie Dinning/Production Engineer

Printed Name/Title Sig

Signatur

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

Signature

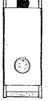
× × Approximete **Dimensions** Reserve Pit 140' X 80' × ×

MERRION OIL & GAS CORPORATION LOCATION EQUIPMENT LAYOUT

Location: 1055' fnl & 2221' fel (nw ne) Sec 2, T31N, R8W San Juan County, New Mexico

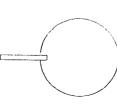
U DA WELL NO. 2

Separator

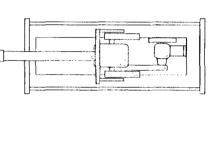




Pumping Unit (on wellhead)



Produced water tank (on grade)



Note: Drawing is not to scale, it is intended to show relative position of equipment on location X - Indicates approximate location of solids sampling

Drawn by: CSD 5/10/04

Off: (505) 327-1072 FAX: (505) 327-1496

iiná bá

P.O. Box 3788 Shiprock, NM 87420

Off: (505) 368-4065

ANALYTICAL REPORT

CLIENT:

Merrion Oil and Gas Corporation

Work Order:

0405006

Project:

UDA Well 2

Lab ID:

0405006-001A

Date: 20-May-04

Client Sample Info: Merrion Oil & Gas

Client Sample ID: UDA Well 2

Collection Date: 5/6/2004 2:00:00 PM

Matrix: SOIL

Parameter	Result	PQL Qual	Units	DF	Date Analyzed
AROMATIC VOLATILES BY GC/PID		SW8021B			Analyst: JEM
Benzene	ND	25	μg/Kg	25	5/14/2004
Ethylbenzene	ND	25	μg/Kg	25	5/14/2004
m,p-Xylene	ND	50	μg/Kg	25	5/14/2004
o-Xylene	ND	25	μg/Kg	25	5/14/2004
Toluene	ND	50	μg/Kg	25	5/14/2004
ICP METALS, TOTAL		SW6010B	(SW3	050B)	Analyst: JEM
Arsenic	5.23	2.36	mg/Kg	1	5/20/2004
Barium	1530	0.906	mg/Kg	1	5/20/2004
Cadmium	ND	0.704	mg/Kg	1	5/20/2004
Chromium	5.53	1.26	mg/Kg	1	5/20/2004
Lead	7.02	1.66	mg/Kg	1	5/20/2004
Selenium	ND	2.21	mg/Kg	1	5/20/2004
Silver	ND	0.201	mg/Kg	1	5/20/2004
MERCURY, TOTAL		SW7471 (SW7471)		Analyst: JEM	
Mercury	ND	0.018	mg/Kg	1	5/12/2004
ANIONS BY ION CHROMATOGRAPHY		E300	(E300)	Analyst: HNR
Chloride	580	1.94	mg/Kg	20	5/13/2004

Qualifiers:

ND - Not Detected at the Practical Quantitation Limit

S - Spike Recovery outside accepted recovery limits

J - Analyte detected below Practical Quantitation Limit

.R - RPD outside accepted precision limits

B - Analyte detected in the associated Method Blank

E - Value above Upper Quantitation Limit - UQL

H - Parameter exceeded Maximum Allowable Holding Time

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