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

For dri	lling and p iate NMO(vnstream	roductio	n facil	ities , s	ubmit te
appropr	iate NMO	CD Distric	ct Offic	36.	
For dov	vnstream	facilities,	submi	t to Sa	nta Fe
office	801 1	Δ. ΄	49. X	V 4	

Form C-144

June 1, 2004

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes No 193

Type of action. Registration of a pict	of delow-grade tank [] Closure of a pit of delow-gr	ancian 🔼	7.2				
/Operator: DUGAN PROD CORP	_Telephone:(505)-325-1821e-m	ail address:					
Address: PO BOX 420 FARMINGTON. NM 8749	9		La L				
	API#: 30-043- 20739 U/L or Qtr.	Qtr P Sec 26	T 21N R 4W				
, , , , , , , , , , , , , , , , , , , ,	17.21436 NAD: 1927 ☐ 1983 ☒ Surface (Owner Federal State	Private Indian				
<u>Pit</u>	Below-grade tank						
Type: Drilling Production Disposal	Volume:bbl_Type of fluid: /	-					
Workover ☐ Emergency ☐	Construction materia	_					
Lined Unlined 🗵	Double-walled, with leak of tection? Yes 111	t explain why not.					
Liner type: Synthetic Thickness mil Clay							
Pit Volumebbl							
	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 points)	0				
high water elevation of ground water.)	100 feet or more	(0 points)					
	V	(20 into)					
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)	0				
water source, or less than 1000 feet from all other water sources.)	No	(0 points)	Ū				
Distance to the control of the contr	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)	V				
	Ranking Score (Total Points)		0				
If this is a pit closure: (1) attach a diagram of the facility showing the pit's your are burying in place) onsite ☑ offsite ☐ If offsite, name of facility_remediation start date and end date. (4) Groundwater encountered: No ☑	. (3) Attach a general	description of remedial a	ection taken including				
Attach soil sample results and a diagram of sample locations and excavation	ns.						
Additional Comments: PIT LOCATED APPROXIMATEL	Y 87 FT. N52E FROM W	ELL HEAD.					
PIT EXCAVATION: WIDTH 15 ft., LENGTH	15 ft., DEPTH 4.5 ft						
PIT REMEDIATION: CLOSE AS IS: ☐, LANDFARM: ☒, C	COMPOST: □, STOCKPILE: □, OTHER □ (e	explain)					
Cubic yards: 10		•					
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 alternative OCD-approved plan . Date: 12/02/04 PrintedName/Title Jeff Blagg - P.E. # 11607 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: DEPUTY OIL & GAS INSPECTOR, DIST. & S. Printed Name/TitleS	ignature Deny Frent	DECDate:	~3 2004				

CLIENT: DUGAN	BLAG P.O. BOX		NEERING	•	LOC	LOCATION NO:				
CLIENT: DUGAN		505) 632	I .	R NO:	12879					
FIELD REPORT	FIELD REPORT: PIT CLOSURE VERIFICATION PAGE No: of									
LOCATION: NAME: PENIST	AIA WASH 20	WELL#:	6 TYPE	SEP	DATE	STARTED: _{	3-30-04			
QUAD/UNIT: P SEC: 26	TWP: 21 N RNG	4W PM: 1	VM CNTY:SA	ST: NM			3-30-4			
QTR/FOOTAGE: 970 FS	QTR/FOOTAGE: 970 FSL × 970 FEL CONTRACTOR: MTO SPECIALIST: JCB									
EXCAVATION APPROX						AGE: _	10±			
DISPOSAL FACILITY: O						L.F.				
		LEASE: N	M 14729	F	ORMATI	ION: <u>M</u>	3NCOS			
FIELD NOTES & REMAR				7_ ft. N			2			
DEPTH TO GROUNDWATER: 76					RFACE WAT	ER:	رده			
NMOCD RANKING SCORE:	NMOCD TPH	CLOSURE STD:	5000 PF							
SOIL AND EXCAVATION	ON DESCRIPT	ION:		OVM CALIB. RE			RF = 0.52			
				TIME:			KF = 0.32			
SOIL TYPE: SAND SILTY SA	ND / SILT / SILTY (CLAY / CLAY /	GRAVEL / OTH				36-			
SOIL COLOR: Yel	OW TAN									
COHESION (ALL OTHERS): NON (CONSISTENCY (NON COHESIVE S				COHESIVE						
PLASTICITY (CLAYS): NON PLAST				/ HIGHLY PLASTIC	;		ı			
DENSITY (COHESIVE CLAYS & SIL										
MOISTURE: DRY / SLIGHTLY MOIS										
DISCOLORATION/STAINING OBSE HC ODOR DETECTED YES/ NO	EXPLANATION - M	INOR								
SAMPLE TYPE: GRABI COMPOSIT ADDITIONAL COMMENTS:	E - # OF PTS.			\) -				
ADDITIONAL COMMENTS:	DIG OUT TO	15 X	15 × 5 -	HIT FIRM	TEN 1	TI) USE	RALEH-E			
	Screpe Souds									
			ELD 418.1 CALC							
SCALE SAMP. TI	ME SAMP. ID	LAB NO.	WEIGHT (g)	mL FREON D	ILUTION	READING	CALC. (ppm)			
0 _↑ FT										
N PIT PERIME	TER	۰			PIT F	ROFIL	E			
1		-	VM							
		SAMPLE	ADING FIELD HEADSPACE							
15		10 42	(ppm)	-			ı			
		2 @			1	5´				
		3 @ 4 @		A		-	A´			
\		5 @] -			, 			
A ⊗	15' A			41/						
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j	J									
				///		/ \ \ .				
\	LE .	SAMPLE	AMPLES	- RE	DRUCK	\				
SAMP			NALYSIS TIMI		speron Simor	F	01.12			
L'TO WELL] >/~^^	NOTON!		SAMPLE			
P.D. = PIT DEPRESSION; B.G. = BELC	W GDADE: D - BEI OM									
T.H. = TEST HOLE; ~ = APPROX.; T.B.										
TRAVEL NOTES: CALLOU	т:		ONSITE: _	8/34/04	1046)	**************************************			



Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	Penistasa Wash 26-16 Sep	Date Reported:	08-31-04
Laboratory Number:	30328	Date Sampled:	08-30-04
Chain of Custody No:	12879	Date Received:	08-30-04
Sample Matrix:	Soil	Date Extracted:	08-30-04
Preservative:	Cool	Date Analyzed:	08-31-04
Condition:	Cool and Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	0.2

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Dugan Prod. Corp. 1 @ 4½'.

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

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division

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 MACCD District Office.

For downstream facilities, submit to Santa Fe office

<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

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:DUGAN PROD CORP	Telephone: (505)-325-1821 e-	mail address:					
Address: PO BOX 420 FARMINGTON. NM 87499							
Facility or well name: PENISTAJA WASH 26 #3 API #: 30-043- 20739 U/L or Qtr/Qtr P Sec 26 T 21N R 4W							
County: SANDOVAL Latitude 36.01556 Longitude 10	07.21436 NAD: 1927 ☐ 1983 ⊠ Surface	Owner Federal ⊠ State ☐ Private ☐ Indian ☐					
Pit	Below-grade tank						
Type: Drilling Production Disposal \(\sum_{	Volume:bbl_Type of fluid: /						
Workover Emergency	Construction material						
Lined Unlined \	Double-walled, with leak of tection? Yes / If	the evaluin why not					
Liner type: Synthetic Thickness mil Clay	Double wared, without decemps. Tes	ness explain why not.					
		······					
Pit Volumebbl	1 - 1 - 50 C	1 (22					
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)					
high water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points) 0					
	100 feet or more	(0 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)					
water source, or less than 1000 feet from an outer water sources.)	1 4 200 5	(20 :- :- :- :- :- :- :- :- :- :- :- :-					
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)					
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)					
	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 your are burying in place) onsite ☑ offsite ☐ If offsite, name of facility_remediation start date and end date. (4) Groundwater encountered: No ☑	(3) Attach a gener	al description of remedial action taken including					
Attach soil sample results and a diagram of sample locations and excavation	ns.						
Additional Comments: PIT LOCATED APPROXIMATEL		VELL HEAD.					
PIT EXCAVATION: WIDTH 15 ft., LENGTH							
PIT REMEDIATION: CLOSE AS IS: □, LANDFARM: ☒, C							
	COMPOSI:, STOCKFILE:, OTHER	(exprain)					
Cubic yards: 10							
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 alternative OCD-approved plan ⊠. Date:							
PrintedName/Title Jeff Blagg - P.E. # 11607	Signature Jeffey C	seg					
Your certification and NMOCD approval of this application/closure does otherwise endanger public health or the environment. Nor does it relieve regulations.	not relieve the operator of liability should the conte the operator of its responsibility for compliance wit	ents of the pit or tank contaminate ground water or th any other federal, state, or local laws and/or					
Approval:	160 111						
Printed Name/Title Si	ignature Deny Je	W/Date:					
		,					

30-043-20739



Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	Penistasa Wash 26-16 Tank	Date Reported:	08-31-04
Laboratory Number:	30327	Date Sampled:	08-30-04
Chain of Custody No:	12879	Date Received:	08-30-04
Sample Matrix:	Soil	Date Extracted:	08-30-04
Preservative:	Cool	Date Analyzed:	08-31-04
Condition:	Cool and Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	0.2

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Dugan Prod. Corp. 1 @ 41/21.

Analyst

CLIENT: DUGAN	1 .	BLAGG ENGINEERING, INC. P.O. BOX 87, BLOOMFIELD, NM 87413 (505) 632-1199								C.D.C. ND: 13092		
FIELD REPORT:	LAND	FARM/	COMF	05	T P	ILE CL	OSURE	VERI	FICA	TION		
_	QUAD/UNIT: P SEC: 26 TWP: 21N RNG: 4W PM: NM CNTY: SAND ST: NM											
QTR/FOOTAGE: 970 FSL				_				ENVIRONM SPECIALIS	ENTAL J	CB		
FIELD NOTES & REMARKS: NMOCD RANKING SCORE:												
SOIL TYPE: SAND SILTY SAND SOIL COLOR: Yellow COHESION (ALL OTHERS) CONSISTENCY (NON COHESIVE	SOILS>: CO	SLIGHTLY	COHESI	VE / E /	' COHES VERY D	I√E / HIGH	LY COHESI					
PLASTICITY (CLAYS): NON PL DENSITY (COHESIVE CLAYS & MOISTURE: DRY / SLIGHTLY I DISCOLORATION/STAINING OBS	SILTS): SI MOISI / MO ERVED: YE	DFT / FIRM IST / WET S / (ND) E	/ STIFF / SATUR XPLANAT	/ V ATED	ERY ST	IFF / HARD		HLY PLAS	TIC	•		
HC ODOR DETECTED: YES / N SAMPLING DEPTHS (LANDFARMS SAMPLE TYPE: GRAB / COMF ADDITIONAL COMMENTS:	OSITE - #	OF PTS.	HES)									
		FI	LD 418	.1 CA	LCULA	TIONS						
SAMP. TIME S.	AMPLE I.D.	LAB No:	WEIGHT	(g)	mL. FR	EON DILUTI	ON READIN	G CALC.	ppm			
SKETCH/SAMPI	E IOC	TIONS	L									
33	DE LOCA	TIONS			□∨M	CALIB. REA CALIB. GAS :_1400 _ ai	= 100 pp	m; RF = (
		. ક્યાર્ક	12			ESULTS		LAB S	, 	 		
8		COMPUSI SAMPUI LOCATU	i.	-	SAMPLE 10	FIELD HEADSPACE PED (ppm)	4 	ANALYSIS	TIME	RESULTS		
₩ W		LOCATU	عدر	5-	PUINT	2.0	5-13/1	HALL	1330	586		
1200												
75 8						<u> </u>						
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&	J			L			<u> </u>		<u> </u>			
	J			[SCALI	e FT						
TRAVEL NOTES: CALLOUT	- Taraka Araba - A	-^	meer vis.	_ (NSITE:	10/12/	04	1320		-:10004		
revised: 07/16/01									b	ei1006A.sko		

bei1006A.skd



Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	Penistaja Wash	Date Reported:	10-15-04
Laboratory Number:	30944	Date Sampled:	10-12-04
Chain of Custody No:	13092	Date Received:	10-13-04
Sample Matrix:	Soil	Date Extracted:	10-14-04
Preservative:	Cool	Date Analyzed:	10-15-04
Condition:	Cool and Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)		
Gasoline Range (C5 - C10)	ND	0.2		
Diesel Range (C10 - C28)	586	0.1		
Total Petroleum Hydrocarbons	586	0.2		

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Landfarms 5-Pt. Composite.

CLIENT: DUGAN .		BLAGG ENGINEERING, INC. P.O. BOX 87, BLOOMFIELD, NM 87413 (505) 632-1199								13092
FIELD REPORT:	FIELD REPORT: LANDFARM/COMPOST PILE CLOSURE VERIFICATION									
LOCATION: NAME: PEMSTA QUAD/UNIT: P SEC: 2							1	DATE STAR	HED: <u>10</u>	-12-04
QTR/FOOTAGE: 970 FSL	× 970 FE	L CONTRA	ACTOR: 1	MJO	···			ENVIRONME SPECIALIST	NTAL J	CB_
SOIL REMEDIATION: REMEDIATION SYSTEM: LANDFARM APPROX. CUBIC YARDAGE: 20± LAND USE: RANGE (FEDERAL) LIFT DEPTH (ft): 0.5 (6")										
FIELD NOTES & REMARKS: NMOCD RANKING SCORE: O NMOCD TPH CLOSURE STD: SOOO PPM DEPTH TO GROUNDWATER: > WO NEAREST WATER SOURCE: > 1000 NEAREST SURFACE WATER: > 1000										
SOIL TYPE: SAND / SILTY SAND / SILTY CLAY / CLAY / GRAVEL / OTHER SOIL COLOR:										
SAMPLE TYPE: GRAB / COM ADDITIONAL COMMENTS:		Ur F13			·					
			LD 418.1							
SAMP. TIME S	SAMPLE I.D.	LAB No:	WEIGHT	(g) n	nL. FRI	EON DILUT	ION READIN	G CALC.	opm	
SKETCH/SAMP	LE LOCA	TIONS								
33			+9 -	OV	□∨M TIME:	CALIB. GA	AD. 53,3 S = 100 pp m pm DATE	m; RF = 0	<u>о</u> Н	ES
8		COMPUS	٤	SA	MPLE ID	FIELD HEADSPAC PID (ppm)	SAMPLE ID	ANALYSIS	TIME	RESULTS
43		COMPUS SAMPUS LOCKTU	محدا	5-	POINT	2.0	5-R)M	HAL	1330	586
() = (
45 8	- 1									
B	8									
SCALE										
				ō		FT	731			
TRAVEL NOTES: CALLOU revised: 07/16/01	IT:			_ 0	NSITE:	10/12	104	1320	b	ei1006A.skc



		Concentration	Det. Limit
Condition:	Cool and Intact	Analysis Requested:	8015 TPH
Preservative:	Cool	Date Analyzed:	10-15-04
Sample Matrix:	Soil	Date Extracted:	10-14-04
Chain of Custody No:	13092	Date Received:	10-13-04
Laboratory Number:	30944	Date Sampled:	10-12-04
Sample ID:	Penistaja Wash	Date Reported:	10-15-04
Client:	Blagg / Dugan	Project #:	94034-010

Parameter	Concentration (mg/Kg)	Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	586	0.1
Total Petroleum Hydrocarbons	586	0.2

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Landfarms 5-Pt. Composite.

Analyst C. Q

(Mistine of Wallers Review