1625 N. French Dr., Hobbs, NM 88240 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

Date: 12/20/04

Printed Name/Title Jeffrey C. Blagg, Agent, NMPE 11607

State of New Mexico Energy Minerals and Natural Resource

June 1, 2004

On Conservation Division

1220 South St. Francis Dr. Fordownstream facilities, submit to Santa Fe

Santa Fe, NM-87505

Form C-144

Pit or Below-Grade Tank Registration of Closure

Is pit or below-grade tank covered by a "general plan" Yes Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank Telephone: (505)748-8440 Yates Drilling Company Operator: 105 South 4th Street, Artesia, New Mexico 88210 Address: Facility or well name: Axem Federal 1 API #: 30-045-26468 U/L or Qtr/Qtr M Sec 18 T 23N R 8W County: San Juan Latitude 36.22079 Longitude 107.72980 NAD: 1927 | 1983 | Surface Owner Federal X State | Private | Indian | Pit Below-grade tank Type: Drilling Production Disposal Volume: 45 bbl Type of fluid: Produced Water Construction material: Steel Workover Emergency Double-walled, with leak detection? Yes [] If not, explain why not. Lined Unlined Being closed out to meet guidelines Liner type: Synthetic Thickness ____mil Clay ___ Pit Volume 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 0 (10 points) high 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 (0 points) 0 water source, or less than 1000 feet from all other water sources.) 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) ō 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 🔲 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:** 45 barrel steel tank. Tank removed and soils sampled with backhoe. Enlarged pit to 15' x 15' and set tank in pit with base and sidewalls exposed. Pit located 81 feet North 49° East of wellhead. 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 .

Your certification an otherwise endanger pregulations.	d NMOCD approval of this application/closure does no public health or the environment. Nor does it relieve the	t relieve the operator of lia	bility should the con ity for compliance	ntents of the pit or tan with any other federal	k contaminate ground, state, or local laws ar	water or nd/or
Approval: Printed Name/Title	DEPUTY OIL & GAS INSPECTOR, DIST. 432	Signature	wy	Zeur .	WAN 20	2008
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EPA METHOD 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Client:	Blagg / Yates	Project #:	94034-010
Sample ID:	Axem Fed #1	Date Reported:	12-01-04
Laboratory Number:	31311	Date Sampled:	11-29-04
Chain of Custody No:	13314	Date Received:	11-29-04
Sample Matrix:	Soil	Date Extracted:	11-30-04
Preservative:	Cool	Date Analyzed:	12-01-04
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:

Separator Pits

1 @ 5'.

Analyst C. Qu

Printine MWalters
Review