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 Pr. Santa Fe NM 87505

For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Form C-144

March 12, 2004

Pit or Below-Grade Tank Registration or Closure

| Type of action: Registration of a pit of   |   |                           |  |  |
|--|---|---------------------------|--|--|
| Operator: M. R. C. DRILLING COMPANIV   | Talanhona:  | 505-325-6779              | a mail address:                          | mpippin@ddbroadband.net  |
| Operator: M & G DRILLING COMPANY  Address: c/o Agent – Mike Pippin LLC, P.O. Box 5940, Farmington, NM 874  |   | 303-323-0779              | C-inan address                           | партрриназаного одновни, ист   |
| Facility or well name: KRAUSE #7s API #: 30-045-32471 U  |   | P Sec 33 T 28N            | R 11                                     |  |
| County: San Juan Latitude 36 36' 49" Longitude 108 00' 12  |   |                           |  | X State ☐ Private ☐ Indian ☐   |
| 33.00.00   |   |                           | •  |  |
| Pit  | Below-grade tank  |                           |  |  |
| Type: Drilling Production Disposal D   | Volume:bbl Type of fluid:   |                           |  |  |
| Workover    Emergency  | Construction material:  |                           |  |  |
| Lined Unlined 🗆  | Double-walled, with leak detection? Yes  If not, explain why not. |                           |  |  |
| Liner type: Synthetic ☑ Thickness 12 mil Clay ☐ Volume 975 bbl   |   |                           |  |  |
| 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 X  |                           |  | ( 0 points) X  |
| Wellhead protection area: (Less than 200 feet from a private domestic  | Yes<br>No X   |                           |  | (20 points)  |
| water source, or less than 1000 feet from all other water sources.)  |   |                           |  | ( 0 points) X  |
| Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)                            | Less than 200 feet X  |                           |  | (20 points) X  |
|  | 200 feet or more, but less than 1000 feet                         |                           |  | (10 points)  |
|  | 1000 feet or more   |                           |  | ( 0 points)  |
|  | Ranking Sco   | ore (Total Points)        |  | 20   |
| If this is a pit closure: (1) attach a diagram of the facility showing the pit's re  | elationship to oth  | ner equipment and tar     | nks. (2) Indicate d                      | isposal location:  |
| onsite offsite I foffsite, 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 be  | low ground surf   | ace                       | ft. and attach samp                      | le 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 been/will be constructed or closed according to NMOCD guidelines ⊠, a Date: 5/27/05     |   |                           |  |  |
| Printed Name/Title Mike Pippin - Agent - Petroleum Engineer Signatur   | re  | Mako L                    | Dain                                     |  |
| Your certification and NMOCD approval of this application/closure does not relotherwise endanger public health or the environment. Nor does it relieve the operegulations. | lieve the operato   | or of liability should to | the contents of the pance with any other | oit or tank contaminate ground water or federal, state, or local laws and/or |
| Approval: Date: MAY 3 1 Printed Name/Title  Printed Name/Title   | Signature   | Den                       | y Z                                      | ælf -  |
|  |   | V                         |  |  |

## M & G DRILLING COMPANY c/o Mike Pippin LLC 3104 N. Sullivan Farmington, NM 87401 (505) 327-4573

#### 5/27/05

# GENERAL DESCRIPTION OF DRILL PIT CLOSING KRAUSE #7s FRTC P 33 28 11

## Start location rehab & pit closing 4/13/05

- 1. Remove the fencing around the drilling pit.
- 2, Cut liner off at mud level and haul off to disposal facility.
- 3. Using track-hoe, mix any soft spots & cover pit with dry soil.
- 4. Lay back slopes & all disturbed areas.
- 5. Ripped location for seeding.
- 6. Plan to disc area & re-seed with BLM mix this fall as per BLM request.
- 7. Complete on 5/27/05.

M & G DRILLING COMPANY KRAUSE #7s FRTC P SEC. 33 T28N R11W SAN JUAN COUNTY, NM

