District 1 1625 N. Freich Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenge, 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

Santa Fe. NM 87505

Oil Conservation Division 1220 South St. Francis Dr.

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

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 X No [Type of action: Registration of a pit or below-grade tank \(\subseteq \) Closure of a pit or below-grade tank \(X \) Operator: Yates Petroleum Company Telephone: 505-748-4500 e-mail address: mikes@ypc.com Address: 105 South 4th Street, Artesia, N.M. 88210 Facility or well name: Ropco Federal PC 12 Com 1 API #: 30-045-29096 U/L or Qtr/Qtr J Sec 12 T 29N R 13W Latitude 36.7387 Longitude 108.15329 NAD: 1927 1983 X Surface Owner: Federal X State Private Indian Pit Below-grade tank Type: Drilling ___ Production ___ Disposal ___ Volume: bbl Type of fluid: Work over X Emergency Construction material: Double-walled, with leak detection? Yes

If not, explain why not. Lined X Unlined Liner type: Synthetic X Thickness 12 mil Clay Pit Volume 12,000 bbl 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 water (0 points) X 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, (10 points) 200 feet or more, but less than 1000 feet irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) XXXX 20 POINTS 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: Workplan for the closure of drilling pit. The drilling pit contents will be mixed to stiffen the pit contents. The primary 12 mil liner will be folded. A 20 mil synthetic liner will be placed over the drilling pit contents with a minimum of a 3' over-lap of the drilling pit area. The drilling pit will then be backfilled to grade using a minimum of 3' of clean soil or like material. Mud seed will be applied in the proper seed mixture. A one call and 48 hour notice will be provided to the Oil Conservation Division before the close actions begin. Pit Closure actions to begin by NA. Ending date NA Please note: 2% KCL as noted in attached information I hereby certify that the information above is true and complete to the best of my knowledge and bate. 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 permix x , or an attached) alternative OCD-approved plan _ Date: 07/19/2005 Printed Name/Title Dan Dolan / Regulatory Agent 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. JUL 27 2005

E. Mailed Dylle RR 3/25/2005

DEPUTY OF & GAS INSPECTOR, DIST. 499

Approval:

Printed Name/Title

FARMINGTON SOUTH Q NEW MEXICO-SAN 7.5 MINUTE SERIES (TO DURANGO, COLO. 47 MI. 10| AZTEC 11 MI. SW N NORTH) 410 000 FEET 30 045 29096 Ropco Federal PC 12 Com Elev: 5540