District I

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

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. 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

June 1, 2004

Pit or Below-Grade Tank Registration or Closure

,	ered by a "general plan"? Yes ♥ No □					
(WFS Closure) Type of action: Registration of a pit or below	v-grade tank Closure of a pit or below-grade tank	<u> </u>				
Operator: <u>DUGAN PRODUCTION CORP</u> Telephone:	e-mail address:					
Address: PO BOX 420 FARMINGTON, NM 87499						
Facility or well name: SHERMAN EDWARD #002 API #: 30-039-2	21246 U/L or Qtr/Qtr <u>M</u> SEC	<u>3</u> T <u>29N</u> R <u>5W</u>				
County: RIO ARRIBA Latitude 36.749 Surface Owner: Federal ✓ State □ Private □ Indian □	229 Longitude -107.35178	NAD: 1927 ☑ 1983 □				
<u>Pit</u>	Below-grade tank					
Type: Drilling Production Disposal	Volume: bbl Type of fluid:					
Workover	Construction Material: Double-walled, with leak detection? Yes If not, explain why not.					
Lined Unlined 🗹	Double-walled, with leak detection? Yes 💹 If not, exp	piain why not.				
Liner Type: Synthetic Thickness mil Clay Pit Volume 51 bbl						
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) <u>0</u> (0 points)				
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points) (0 points) <u>0</u>				
Distance to surface water: (Horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet to 1,000 feet Greater than 1,000 feet	(20 points) (10 points) <u>0</u> (0 points)				
	Ranking Score (TOTAL POINTS):	<u>0</u>				
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 action taken including remediation start date and end date. (4)Groundwater encountered: No Versure 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: OCT 2005 RECEIVED OR CONS. DIV. DIST. 3 Legeby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above described nit or below grade.						
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:9/28/05 Printed Name/Title Mark Harvey for Williams Field Services Sig	inature MIZJUG, FOR WES					
Your certification and NMOCD approval of this application/closure does not relieve the operator of liablility 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: Printed Name/Title SPUTY ON & GAS INSPECTOR, DIST. Signal	ature Deny Foot	OCT 1 2 2005				

ADDENDUM TO OCD FORM C-144

Operator: <u>DUGAN PRODUCTION CORP</u>	API 30-039-21246
Well Name: SHERMAN EDWARD #002	Meter: <u>86947</u>
Facility Diagram:	Sampling Diagram: X=Sample Collection Locations
Pit DimensionsLocation of Pit CenterLength12 Ft.Latitude36.74934Width12 Ft.Longitude-107.35167Depth2 Ft.(NAD 1927) Date Closure Started: 7/21/04 Closure Method: Pushed In	Pit ID 869471 Pit Type Unknown Date Closure Completed: 7/21/04 Bedrock Encountered? Cubic Yards Excavated: Vertical Extent of Equipment Reached?
Description Of Closure Action: The pit was assessed and sampled in accordance with NMOCD guidelines. Based on	n assessment findings, the pit was backfilled.
Pit Closure Sampling: Sample ID Sample Head BTEX Benzene TPH Purpose Location Date Space Total (mg/kg) DRO (mg/kg) 190214JUL04 7/14/04 0 0 0 0 ASSESS Fir	on Depth



Pace Analytical Services, Inc. 9608 Loiret Blvd. Lenexa, KS 66219

> Phone: 913.599.5665 Fax: 913.599.1759

Lab Project Number: 6084738 Client Project ID: NM PITS

Lab Sample No: 607299559 Date Collected: 07/14/04 07:02 Project Sample Number: 6084738-033

Client Sample ID: 190214JUL04		Matrix: Soil			1	Date Received: 07/16/04 12:10			
						_			
Parameters	<u>Results</u>	<u>Units</u>	Report Limit	<u>DF</u>	Analyzed	<u>By</u>	CAS No.	Qual	RegLmt
GC Semivolatiles			•						
Total Extractable Hydrocarbon		OA2 / OA2							
Mineral Spirits	ND	mg/kg	11.	1.1 0	7/22/04 13:07	RMN1			
Jet Fuel	ND	mg/kg	11.	1.1 0	7/22/04 13:07	RMN1			
Kerosene	ND	mg/kg	11.	1.1 0	7/22/04 13:07	RMN1			
Diesel Fuel	ND	mg/kg	11.	1.1 0	7/22/04 13:07	RMN1	68334-30-5		
Fuel 011	ND	mg/kg	11.	1.1 0	7/22/04 13:07	RMN1	68334-30-5		
Motor 0il	ND	mg/kg	11.	1.1 0	7/22/04 13:07	RMN1			
n-Tetracosane (S)	104	*		1.0 0	7/22/04 13:07	RMN1	646-31-1		
p-Terphenyl (S)	114	*		1.0 0	7/22/04 13:07	RMN1	92-94-4		
Date Extracted	07/20/04			0	7/20/04				
Organics Prep									
Percent Moisture	Method: SM 2	2540G							
Percent Moisture	9.0	%		1.0 0	7/20/04	DPB			
GC Volatiles									
TPH Gas/BTEX	Prep/Method:	TPH GRO/BT	EX / EPA 8021/	0A1					
Benzene	ND	ug/kg	55.	1.1 0	7/21/04 14:23		71-43-2		
Toluene	ND	ug/kg	55.	1.1 0	7/21/04 14:23		108-88-3		
Ethylbenzene	ND	ug/kg	55.	1.1 0	7/21/04 14:23		100-41-4		
Xylene (Total)	ND	ug/kg	140		7/21/04 14:23		1330-20-7		
a,a,a-Trifluorotoluene (S)	100	*			7/21/04 14:23		98-08-8		
4-Bromofluorobenzene (S)	96	*			7/21/04 14:23		460-00-4		
		-							

Date: 07/30/04

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REPORT OF LABORATORY ANALYSIS

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