

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

Form C-144
June 1, 2004

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

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes No

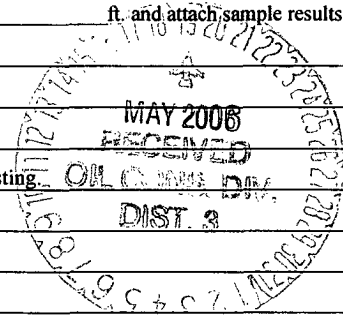
Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: Dugan Production Corp Telephone: (505)325-1821 e-mail address: _____
Address: P.O. Box 420, Farmington, New Mexico 87401
Facility or well name: Elwood P Dowd No. 2 API #: 30-045-24905 U/L or Qtr/Qtr P Sec 10 T 24N R 9W
County: San Juan Latitude 36.32392 Longitude 107.77045 NAD: 1927 1983 Surface Owner Federal State Private Indian

Pit Type: Drilling <input type="checkbox"/> Production <input checked="" type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input type="checkbox"/> Unlined <input checked="" type="checkbox"/> Liner type: Synthetic <input type="checkbox"/> Thickness _____ mil Clay <input type="checkbox"/> Pit Volume <u>80 ±</u> bbl	Below-grade tank Volume: _____ bbl Type of fluid: _____ Construction material: _____ Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. _____	
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) 0 100 feet or more (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 (20 points) No (0 points) 0	
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet (20 points) 200 feet or more, but less than 1000 feet (10 points) 0 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 relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if you 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:
 15' x 15' x 2'± deep unlined production pit, center located 105 feet South 74° East of wellhead.
 Use backhoe to dig test trenches across pit and collect samples. Submit center & 4-point side composites to laboratory for testing.



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: 5/17/06
 Printed Name/Title Jeffrey C Blagg, Agent Signature Jeffrey C. Blagg
 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. 3 Signature Jenny Lee Date: MAY 19 2006

CLIENT: <u>DUGAN</u>	BLAGG ENGINEERING, INC. P.O. BOX 87, BLOOMFIELD, NM 87413 (505) 632-1199	LOCATION NO: _____ COCR NO: <u>14648</u>
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FIELD REPORT: PIT CLOSURE VERIFICATION PAGE No: 1 of 1

LOCATION: NAME: <u>ELWOOD P. DOWD</u> WELL #: <u>2</u> TYPE: <u>PROD.</u>	DATE STARTED: <u>5-3-06</u>
QUAD/UNIT: <u>P</u> SEC: <u>10</u> TWP: <u>24N</u> RNG: <u>9W</u> PM: <u>NM</u> CNTY: <u>SJ</u> ST: <u>NM</u>	DATE FINISHED: <u>5-3-06</u>
QTR/FOOTAGE: <u>910 FSL x 790 FEL</u> CONTRACTOR: <u>DPC</u>	ENVIRONMENTAL SPECIALIST: <u>JCB</u>

EXCAVATION APPROX. NA FT. x NA FT. x NA FT. DEEP. CUBIC YARDAGE: 0

DISPOSAL FACILITY: NA REMEDIATION METHOD: CLOSE AS IS

LAND USE: RANGE-BLM LEASE: NM 9520 FORMATION: DK

FIELD NOTES & REMARKS: PIT LOCATED APPROXIMATELY 105 FT. S 74E FROM WELLHEAD.

DEPTH TO GROUNDWATER: >100 NEAREST WATER SOURCE: >1000 NEAREST SURFACE WATER: >1000

NMOC D RANKING SCORE: 0 NMOC D TPH CLOSURE STD: 5000 PPM

SOIL AND EXCAVATION DESCRIPTION:

OVM CALIB. READ. = 52.1 ppm
OVM CALIB. GAS = 100 ppm RF = 0.52
TIME: 0615 (am/pm) DATE: 5/3/06

SOIL TYPE: SAND (SILTY SAND) SILT / SILTY CLAY / CLAY / GRAVEL / OTHER Bedrock Sandstone @ 4'

SOIL COLOR: Light tan

COHESION (ALL OTHERS): NON COHESIVE / SLIGHTLY COHESIVE / COHESIVE / (HIGHLY COHESIVE)

CONSISTENCY (NON COHESIVE SOILS): LOOSE / FIRM / DENSE / (VERY DENSE)

PLASTICITY (CLAYS): NON PLASTIC / SLIGHTLY PLASTIC / COHESIVE / MEDIUM PLASTIC / HIGHLY PLASTIC

DENSITY (COHESIVE CLAYS & SILTS): SOFT / FIRM / STIFF / VERY STIFF / HARD

MOISTURE: DRY / SLIGHTLY MOIST / MOIST / WET / SATURATED / SUPER SATURATED

DISCOLORATION/STAINING OBSERVED: (YES) NO EXPLANATION: GREY SANDSTONE SURFACE

HC ODOR DETECTED: (YES) NO EXPLANATION: MODERATE

SAMPLE TYPE: GRAB / COMPOSITE - # OF PTS. _____

ADDITIONAL COMMENTS: 15 x 15 x 2 Unlined Pit. USE BACKHOE TO Scrape Surface for sample - V. Hard SANDSTONE

FIELD 418.1 CALCULATIONS

SAMP. TIME	SAMP. ID	LAB NO.	WEIGHT (g)	mL FREON	DILUTION	READING	CALC. (ppm)

SCALE:

PIT PERIMETER:

OVM READING

SAMPLE ID	FIELD HEADSPACE (ppm)
1 @	
2 @	
3 @	
4 @	
5 @	
C @ 4'	147
4-ft @ 4'	7.0

LAB SAMPLES

SAMPLE ID	ANALYSIS	TIME
C @ 4'	T/B/CL	1142
4-ft @ 4'	"	1148

PIT PROFILE:

P.D. = PIT DEPRESSION; B.G. = BELOW GRADE; B = BELOW
T.H. = TEST HOLE; ~ = APPROX.; T.B. = TANK BOTTOM

TRAVEL NOTES: CALLOUT: _____ ONSITE: 5-3-06

ENVIROTECH LABS

PRACTICAL SOLUTIONS FOR A BETTER TOMORROW

EPA METHOD 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

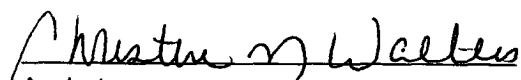
Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	E.P. Dowd 2 - Prod	Date Reported:	05-09-06
Laboratory Number:	37037	Date Sampled:	05-03-06
Chain of Custody No:	14648	Date Received:	05-04-06
Sample Matrix:	Soil	Date Extracted:	05-05-06
Preservative:	Cool	Date Analyzed:	05-08-06
Condition:	Cool and Intact	Analysis Requested:	8015 TPH

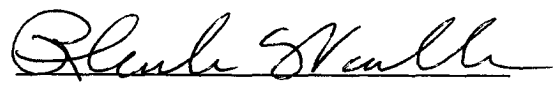
Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	177	0.2
Diesel Range (C10 - C28)	2,410	0.1
Total Petroleum Hydrocarbons	2,590	0.2

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: **Pit Closures C @ 4'.**


Analyst


Review

ENVIROTECH LABS

PRACTICAL SOLUTIONS FOR A BETTER TOMORROW

EPA METHOD 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

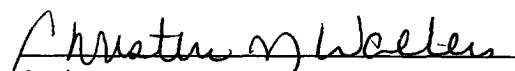
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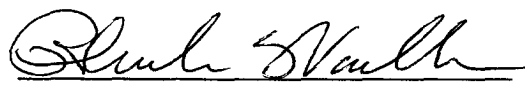
Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	1.4	0.2
Diesel Range (C10 - C28)	7.7	0.1
Total Petroleum Hydrocarbons	9.1	0.2

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: Pit Closures 4 Pt @ 4'.


Analyst


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ENVIROTECH LABS

PRACTICAL SOLUTIONS FOR A BETTER TOMORROW

EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	E.P. Dowd 2 - Prod	Date Reported:	05-09-06
Laboratory Number:	37037	Date Sampled:	05-03-06
Chain of Custody:	14648	Date Received:	05-04-06
Sample Matrix:	Soil	Date Analyzed:	05-08-06
Preservative:	Cool	Date Extracted:	05-05-06
Condition:	Cool & Intact	Analysis Requested:	BTEX

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)
Benzene	ND	1.8
Toluene	245	1.7
Ethylbenzene	281	1.5
p,m-Xylene	1,440	2.2
o-Xylene	224	1.0
Total BTEX	2,190	

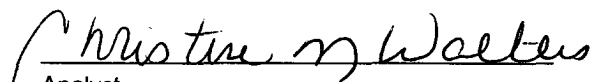
ND - Parameter not detected at the stated detection limit.


Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	97.0 %
	1,4-difluorobenzene	97.0 %
	Bromochlorobenzene	97.0 %

References: Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: Pit Closures C @ 4'.


Analyst


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ENVIROTECH LABS

PRACTICAL SOLUTIONS FOR A BETTER TOMORROW

EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

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Laboratory Number:	37038	Date Sampled:	05-03-06
Chain of Custody:	14648	Date Received:	05-04-06
Sample Matrix:	Soil	Date Analyzed:	05-08-06
Preservative:	Cool	Date Extracted:	05-05-06
Condition:	Cool & Intact	Analysis Requested:	BTEX

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)
Benzene	16.9	1.8
Toluene	181	1.7
Ethylbenzene	71.3	1.5
p,m-Xylene	961	2.2
o-Xylene	197	1.0
Total BTEX	1,430	

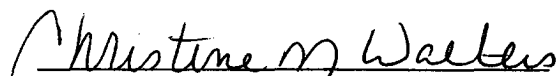
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Comments: Pit Closures 4 Pt @ 4'.


Analyst


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ENVIROTECH LABS

PRACTICAL SOLUTIONS FOR A BETTER TOMORROW

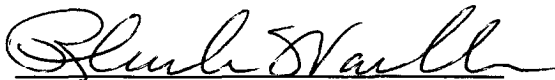
Chloride

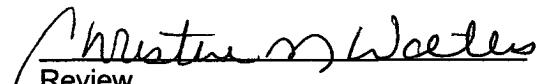
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Lab ID#:	37037	Date Sampled:	05-03-06
Sample Matrix:	Soil	Date Received:	05-04-06
Preservative:	Cool	Date Analyzed:	05-05-06
Condition:	Cool and Intact	Chain of Custody:	14648

Parameter	Concentration (mg/Kg)
Total Chloride	258

Reference: Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: Pit Closures C @ 4'


Analyst


Review

ENVIROTECH LABS

PRACTICAL SOLUTIONS FOR A BETTER TOMORROW

Chloride

Client:	Blagg / Dugan	Project #:	94034-010
Sample ID:	E.P. Dowd 2 Prod	Date Reported:	05-08-06
Lab ID#:	37038	Date Sampled:	05-03-06
Sample Matrix:	Soil	Date Received:	05-04-06
Preservative:	Cool	Date Analyzed:	05-05-06
Condition:	Cool and Intact	Chain of Custody:	14648

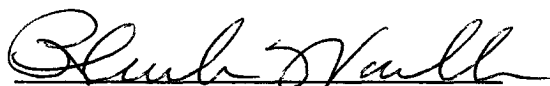
Parameter	Concentration (mg/Kg)
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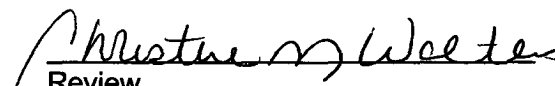
Total Chloride

292

Reference: Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: Pit Closures 4 Pt @ 4'


Analyst


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