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 Dr. Santa Fe. NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe

Form C-144 June 1, 2004

Santa Fe, NM 87505

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq\) No \(\subseteq\) Type of action: Registration of a pit or below-grade tank \(\supseteq\) Closure of a pit or below-grade tank \(\supseteq\)		
	e: (505)325-1821 e-mail address: mstbbrown@duganproduction.com	
Facility or well name: Pan American #3 API #: 30-045-33504 U/L or Qtr/Qtr N Sec 24 T 30N R 14W		
County: San Juan Latitude 36.79557 Longitude 108.26273 NAD: 1927 \(\times 1983 \) Surface Owner Federal \(\times State \) Private \(\times \) Indian		
RCVD APR10'07		
Pit	Below-grade tank	
Type: Drilling Production Disposal	Volume:bbl Type of fluid:	OIL CONS. DIV.
Workover	Construction material: DIST. 3	
Lined \(\square\) Unlined \(\square\)	Double-walled, with leak detection? Yes If not, explain why not.	
Liner type: Synthetic ☑ Thickness 12 mil Clay ☐	Double Walled, Wall teach acceptance 1 to 2 12 100, expedit tilly not	
Pit Volume 1000 bbl		
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)
high water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points)
nigh water elevation of ground water.)	100 feet or more	(0 points) 0
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)
wast source, or rose man rose rose non-content water source,	No	(0 points) 0
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)
	1000 feet or more	(0 points) 10
	Ranking Score (Total Points)	10
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		
remediation start date and end date. (4) Groundwater encountered: No 🖾 Yes 🔲 If yes, show depth below ground surfaceft. and attach sample results. (5)		
Attach soil sample results and a diagram of sample locations and excavations.		
The drilling/reserve pit at the Pan American #3 closure. The pit liner cut off at the mudline and disposed of at the Waste Management Landfill substation. The pits dimensions		
are approx. 10' deep x 10' wide x 60' length with an average 3' slope and its center is approx. S 10' of wellhead. See attached. Until a general permit is prepared and approved,		
Dugan Production Corp. intends to follow NMOCD guidelines modified only as necessary to comply with stipulations imposed by the Bureau of Land Management.		
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: April 9, 2007		
Printed Name/Title Mark Brown Drilling Foreman Signature Jan M. Jeil for Mark Brown		
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:	, , ,	ADD
Approval: Printed Name/Title Printed Name/Title	_ Signature Branch Dull	Date: APR 1 1 2007