

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

Form C-144
June 1, 2004

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: CDX RIO, LLC Telephone: (505) 326-3003 e-mail address: nancy.oltmanns@cdxgas.com
Address: 2700 Farmington Avenue, Building K, Suite 1, Farmington, New Mexico 87401
Facility or well name: Jicarilla B #3M API #: 30-039-29638 U/L or Qtr/Qtr I Sec 15 T 26N R 5W
County: Rio Arriba Latitude 36.485142 Longitude 107.344987 NAD: 1927 ☒ 1983 ☐ Surface Owner Federal ☐ State ☐ Private ☐ Indian ☒

RCVD JAN 18 '08

Pit

Type: Drilling ☐ Production ☐ Disposal ☐

Workover ☒ Emergency ☐

Lined ☒ Unlined ☐

Liner type: Synthetic ☐ Thickness 12 mil Clay ☐

Pit Volume 100 bbl

Below-grade tank

OIL CONS. DIV.

Volume: bbl Type of fluid:

Construction material: DIST. 3

Double-walled, with leak detection? Yes ☐ 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) 10 points
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 <input checked="" type="checkbox"/>	(0 points) 0 points

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)
1000 feet or more	(0 points) 0 points

Ranking Score (Total Points)	10 points
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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: Pit was backfilled with dirt. Pit remediation was started approximately 12/8/07. Pit was closed 12/26/07

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: 1/17/08

Printed Name/Title Nancy Oltmanns, Agent

Signature

Nancy Oltmanns

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,
District #3

Printed Name/Title

Signature

[Signature]

Date:

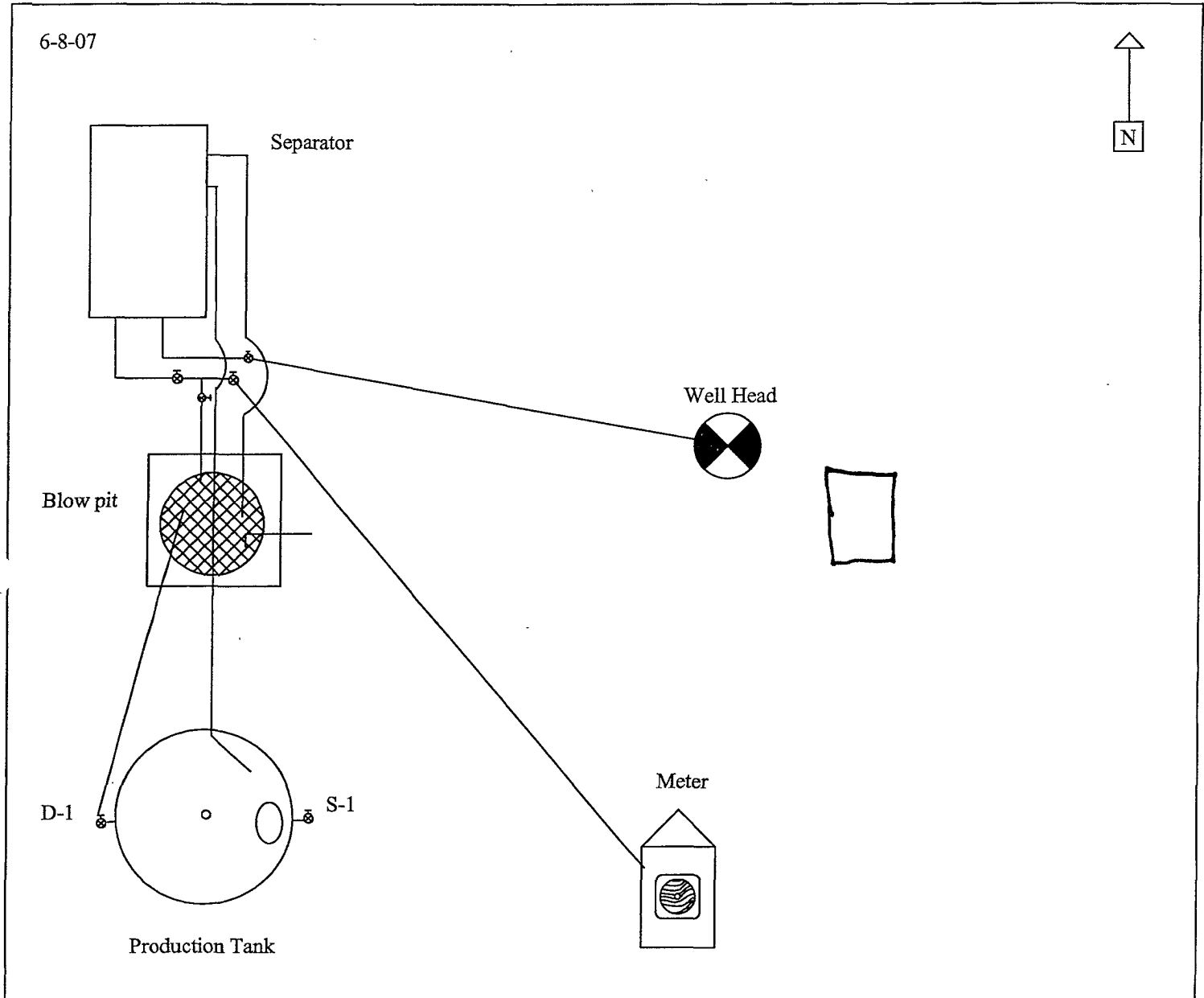
JAN 29 2008

CDX Rio, LLC
2010 Afton Place
Farmington NM 87401
505-326-3003

Lease: Jic. B

Well: Jic. B 3M

Location: NW/4, SE/4, S15 - T26N - R5W



General sealing of valve, sales by tank guaging:

Production phase: The drain valve (D1) and the sales valve (S1) are sealed closed.

Sales phase: The tank from which sales are being made will be isolated by sealing closed the drain valve, fill valve, and the equalizer valve during sales.

Draining phase: The tank being drained will be isolated by sealing closed the sales valve, fill valve, and equalizer valve during draining, and sales valve and drain valve on the other tank(s).

This lease is subject to the Site Security Plan for Southern Rockies Operations and is located in our Farmington, NM office.