

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: **Pride Energy Company** Telephone: 918-524-9200 e-mail address: larrym@pride-energy.com

Address: P.O. Box 701950, Tulsa, OK 74170-1950

Facility or well name: **State M #1** API #: 30-025-20689 U/L or Qtr/Qtr M Sec 1 T 12S R 34E

County: Lea Latitude 33- 18' 07.776" Longitude 103-28' 12.18" NAD: 1927 1983 Surface Owner: Federal State Private Indian

Pit

Type: Drilling Production Disposal
Workover Emergency
Lined Unlined
Liner type: Synthetic Thickness 12 mil Clay
Pit Volume bbl

Below-grade tank

Volume: bbl Type of fluid:
Construction material:
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 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) (0 points)	<input checked="" type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
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)	<input type="checkbox"/> <input checked="" type="checkbox"/>
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) (0 points)	<input type="checkbox"/> <input type="checkbox"/> <input checked="" type="checkbox"/>
Ranking Score (Total Points)		20	

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 - Gandy/Marley Disposal . (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:

All fluids will be removed from the pit. All impacted material will be removed from the reserve pit and hauled to a disposal facility. Excavated area will be backfilled with clean soil-like material to grade. Each quadrant will be sampled to below acceptable MCL levels for chlorides prior to closure.

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 . By: Pride Production Co., Inc.

Date: 8/21/07 Title: General Partner
Printed Name / Title - By: Matthew L. Pride

Signature Matthew L. Pride

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:
Printed Name / Title

Signature Johnson Date 8-29-07

ENVIRONMENTAL ENGINEER