

District I
1625 N. 1st St., 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: Yates Petroleum Corporation Telephone: 505-748-4215 e-mail address: jim@ypcnm.com

Address: 105 South 4th St., Artesia NM 88210

Facility or well name: Energy AFY State #3 API #: 30-005-63624 U/L or Qtr/Qtr P Sec 36 T 9S R 26E

Ownership: Chaves Latitude 33.48348 Longitude 104.24492 NAD: 1927 1983 Surface Owner Federal ☐ State ☒ Private ☐ Indian

Use: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>6 & 10</u> mil Clay <input type="checkbox"/> Volume <u>11,000</u> bbl	Below-grade tank Volume: <u> </u> bbl Type of fluid: <u> </u> Construction material: <u> </u> Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not: <u> </u> <div style="text-align: right;">RECEIVED SEP 22 2004 OCD-ARTESIA</div>						
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	<table border="1"><tr><td>Less than 50 feet</td><td>(20 points)</td></tr><tr><td>50 feet or more, but less than 100 feet</td><td>(10 points)XXXX</td></tr><tr><td>100 feet or more</td><td>(0 points)</td></tr></table> <div style="text-align: right;">RECEIVED JAN 10 2005 OCD-ARTESIA</div>	Less than 50 feet	(20 points)	50 feet or more, but less than 100 feet	(10 points)XXXX	100 feet or more	(0 points)
Less than 50 feet	(20 points)						
50 feet or more, but less than 100 feet	(10 points)XXXX						
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.)	<table border="1"><tr><td>Yes</td><td>(20 points)</td></tr><tr><td>No</td><td>(0 points)XXXX</td></tr></table>	Yes	(20 points)	No	(0 points)XXXX		
Yes	(20 points)						
No	(0 points)XXXX						
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	<table border="1"><tr><td>Less than 200 feet</td><td>(20 points)</td></tr><tr><td>200 feet or more, but less than 1000 feet</td><td>(10 points)</td></tr><tr><td>1000 feet or more</td><td>(0 points)XXXX</td></tr></table>	Less than 200 feet	(20 points)	200 feet or more, but less than 1000 feet	(10 points)	1000 feet or more	(0 points)XXXX
Less than 200 feet	(20 points)						
200 feet or more, but less than 1000 feet	(10 points)						
1000 feet or more	(0 points)XXXX						
Ranking Score (Total Points) 10 points							

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 mediation 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: Pits dug before 4-15-04. Plan to deep burial with 4" top soil mud seed with proper seed mixture.

Note before reclamation pictures on file at Yates Petroleum Corporation

PIT CLOSURE FINAL

DATE 11/29/2004

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: 9-20-2004

Printed Name/Title Jim Krogman, Drilling Superintendent Signature Jim Krogman

Our 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 Field Sep ID Signature [Signature]

SEP 22 2004
Date: 11/24/05