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

regulations.

Approval:

Printed Name/Title

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

REC 2 0 2004

Form C-144

June 1, 2004

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 X Type of action: Registration of a pit or below-grade tank \(\sumeq\) Closure of a pit or below-grade tank \(\sumeq\) Telephone: 505-393-5905 e-mail address: hobeng@mewbourne.com Mewbourne Oil Company Operator: ____ Address: P.O. Box 5270 Hobbs, New Mexico 88241 Facility or well name: Esperanza "12" Fed Com #1 API #: 30-015-32935 U/L or Qtr/Qtr B Sec 12 T 21S R 27E County: Eddy Latitude Longitude NAD: 1927 1983 Surface Owner: Federal X State Private Indian Below-grade tank Volume: ____bbl Type of fluid: _____ Type: Drilling X Production Disposal Construction material: Double-walled, with leak detection? Yes \(\sum \) If not, explain why not. Lined X Unlined RECEIVED Liner type: Synthetic X Thickness 8 mil Clay DEC 1 7 2004 Pit Volume 24,000 bbls OCC:OSTERN Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal 50 feet or more, but less than 100 feet (10 points) high water elevation of ground water.) 100 feet or more (186') (0 points) Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic (0 points) X No water source, or less than 1000 feet from all other water sources.) Less than 200 feet (20 points) Distance to surface water: (horizontal distance to all wetlands, playas, 200 feet or more, but less than 1000 feet (10 points) irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) X 0 points Ranking Score (Total Points) 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 your 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: This was a "pre-April15, 2004" pit and has been closed by Mewbourne Oil Company as per Van Barton. 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: 12/16/2004 Printed Name/Title F.C. Lathan / Drilling Foreman Signature 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