District I 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico
RECEIVERS Minerals and Natural Resources

Form C-144 March 12, 2004

District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410

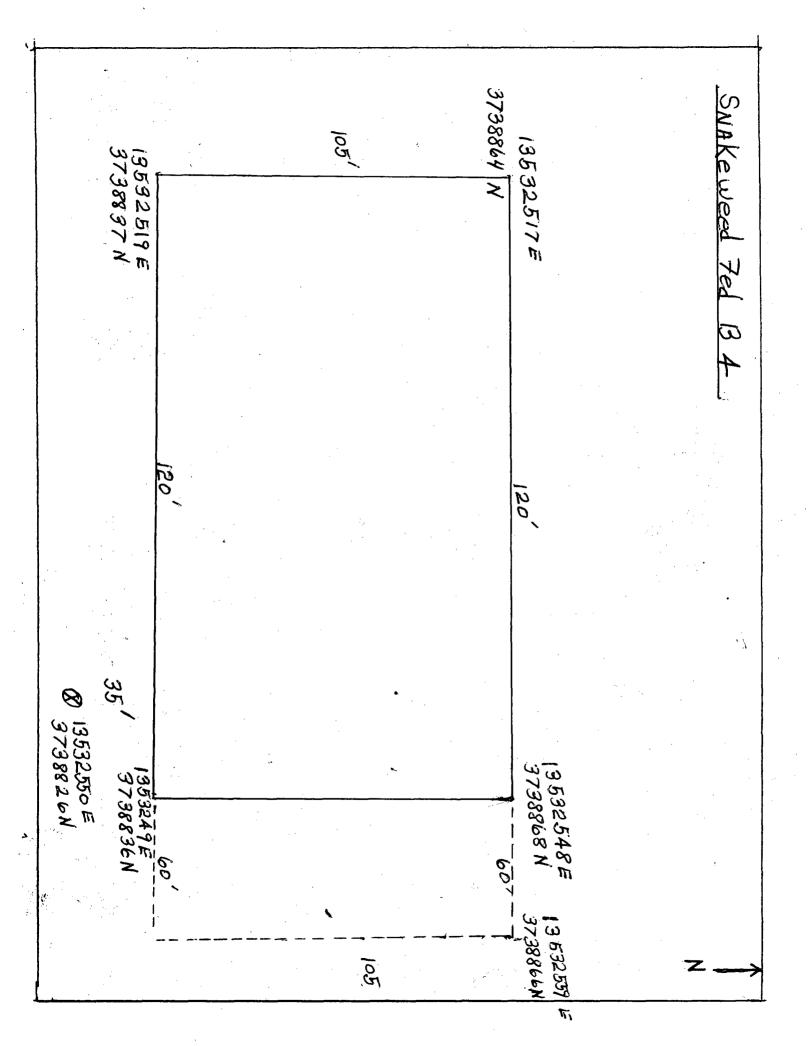
Oil Conservation Division 1220 South St. Francis Dr.

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

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 Santa Fe, NM 87505

	Pit or Be	low-Grade	Tank I	Registra	<u>ation or</u>	Closure	
Is pit or be	elow-grade ta	nk covered by	a "genera	l plan"? Y	es 🛛 No	Submitted	4-16-04

Type of action: Registration of a pit o	or below-grade tank Closure of a pit or below-	grade tank 🛛			
)perator: MCKAY OIL CORPORATION Tele	phone: _505-623-4735e-mail address:	april@mckayoil.com			
Address: P.O. BOX 2014 ROSWELL, NEW MEXICO 88202-2014					
'acility or well name: SNAKEWEED B FEDERAL #4 API #: 30-	005-63378 U/L or Qtr/Qtr_P Sec 18 T	6S R 23E			
CHAVES Latitude Longitude	NAD: 1927 🗌 1983 🗍 Su	rface Owner Federal 🛭 State 🗌 Private 🔲 Indian 🛭			
<u>'it</u>	Below-grade tank NOT APPLICABLE				
ype: Drilling Production Disposal	Volume:bbl Type of fluid:				
Workover ☐ Emergency ☐	Construction material:				
ined 🛛 Unlined 🗌	Double-walled, with leak detection? Yes If not, explain why not.				
iner type: Synthetic Thickness 20 mil Clay Volumebbl					
	Less than 50 feet	(20 points)			
Depth to ground water (vertical distance from bottom of pit to seasonal high	50 feet or more, but less than 100 feet	(10 points)			
vater elevation of ground water.)	100 feet or more	(0 points)			
Vellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)			
vater source, or less than 1000 feet from all other water sources.)	No	(0 points)			
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)			
rigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)			
sales of the sales, and performed and optionional value occurrency	1000 feet or more	(0 points)			
	Ranking Score (Total Points)	0			
If this is a pit closure: (1) attach a diagram of the facility showing the pit's					
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 belo	w ground surface ft. and attach sa	mple results. (5) Attach soil sample results and a			
diagram of sample locations and excavations.					
hereby certify that the information above is true and complete to the best of een/will be constructed or closed according to NMOCD guidelines \square , a Date: $2-17-05$	my knowledge and belief. I further certify that a general permit ⊠, or an (attached) alternativ	the above-described pit or below-grade tank has e OCD-approved plan □.			
rinted Name/Fitle APRIL D. MCKAY /VICE BRASIDENT					
Your certification and NMOCD approval of this application/closure does not therwise endanger public health or the environment. Nor does it relieve the egulations.	relieve the operator of liability should the contents operator of its responsibility for compliance with a	s of the pit or tank contaminate ground water or any other federal, state, or local laws and/or			
spproval:FEB 1 8 2005 Date:	Signature				



MCKAY OIL CORPORATION MASTER PIT CLOSURE PLAN January 6, 2005

The method McKay Oil Corporation will be using to close our drilling pits is as follows:

- 1. Sample Pit Contents
- 2. Upon Approval of OCD, Dig and line trench with 12 mil cross woven plastic
- 3. Fold plastic over top
- 4. Place a 20 mil cap above
- 5. Cover with 3 ft of like surface material
- 6. Contour