State of New Mexico **Energy Minerals and Natural Resources**

Form C-144 June 1, 2004

District II

1301 W. Grand Avenue, Artesia, NM 88210 District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

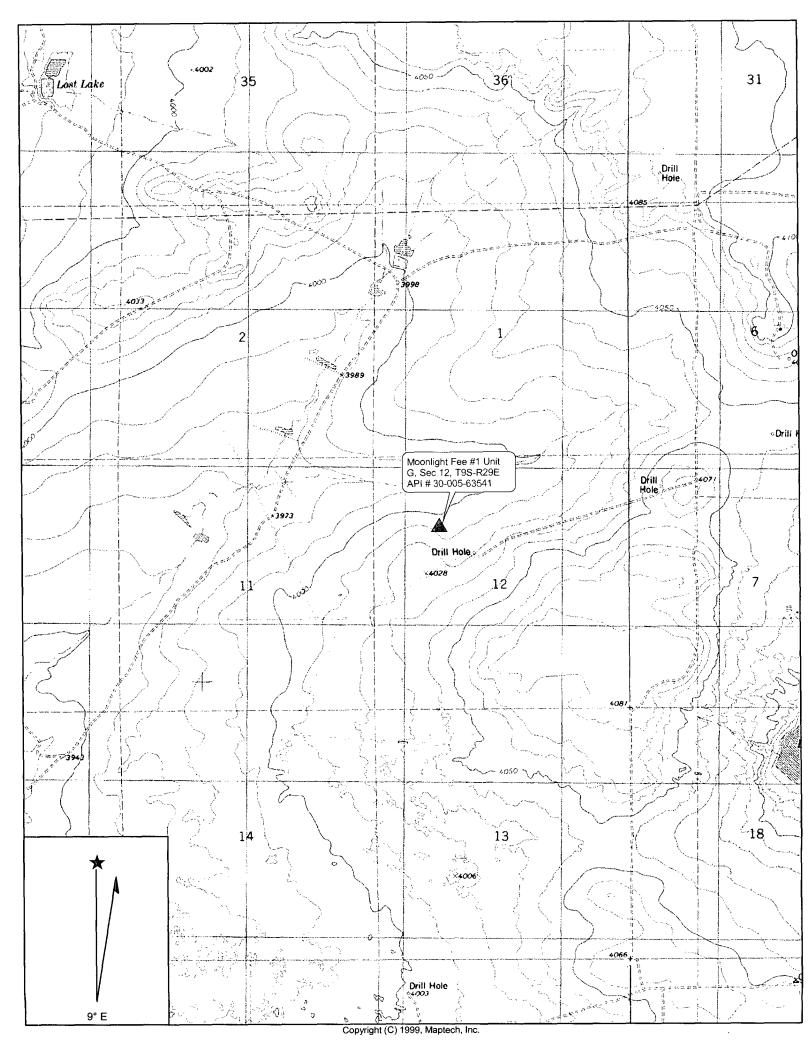
1220 S. St. Francis Dr., Santa Fe, NM 87505

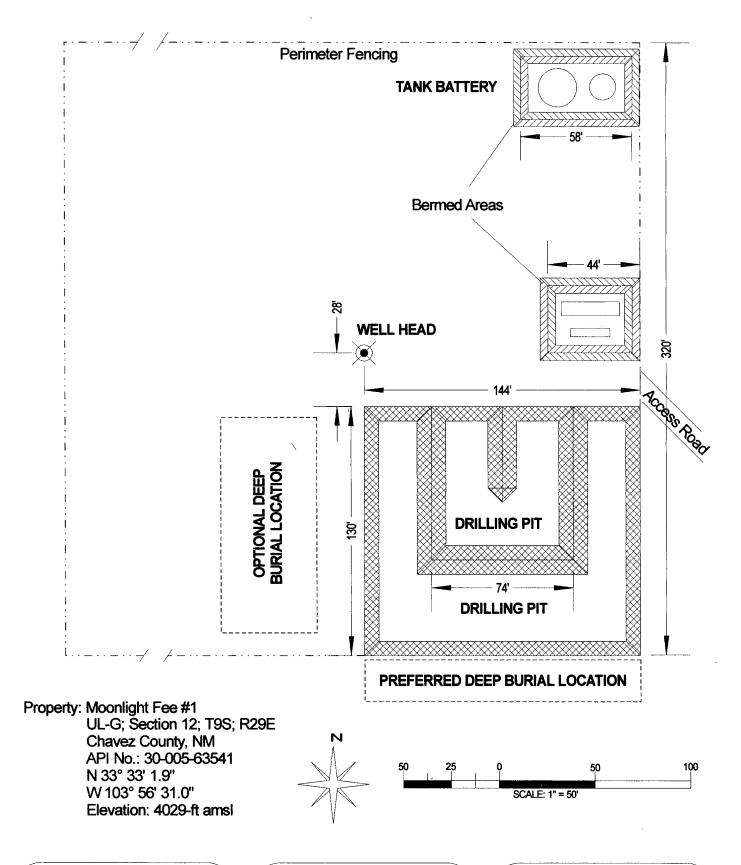
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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: Nadel and Gussman Permian LLC Telephone: 505-746-1428 e-mail address: Lledbetter@naguss.com Address: 2408 Freeman, Artesia NM, 88210					
Facility or well name: Moonlight Fee #1 API #: 30-005-63541 U/L or Qtr/Qtr G Sec 12 T 9S R 29E					
County: Chaves County Latitude N33° 33' 1.9" Longitude W103° 56' 31.0" NAD: 1927-					
Surface Owner: Federal-☐ State-☐ Private-☒ Indian-☐					
Pit	Below-grade tank				
<u>Type:</u> Drilling-⊠ Production-□ Disposal-□	Volume:bbl Type of fluid:				
Workover- Emergency-	Construction material:				
Lined- Unlined-	Double-walled, with leak detection? Yes- If not, explain why not.				
Liner type: Synthetic- Thickness 12 mil Clay- Cl					
Pit Volume bb!					
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)			
high water elevation of ground water).	50 feet or more, but less than 100 feet	(10 points)			
	100 feet or more	(0 points)			
Wellhead protection area: (Less than 200 feet from a private domestic	Yes				
water source, or less than 1000 feet from all other water sources.) Distance to surface water: (horizontal distance to all wetlands, playas,	No Less than 200 feet	(0 points)			
irrigation canals, ditches, and perennial and ephemeral watercourses.	200 feet or more, but less than 1000 feet	(10 points)			
,	1000 feet or more	(0 points)			
	Ranking Score (Total Points)	0 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 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) Ground	lwater encountered: No 🔯 Yes 🔲 If yes, show o	lepth below ground surface			
ft. and attach sample results. (5) Attach soil sample results and a di	agram of sample locations and excavations.				
Additional Comments: Nadel and Gussman proposes the construction of an onsite pit for deep burial (see diagram). All drilling material will be blended with soil-like material to stabilize for burial. Material will be encapsulated with a 12 ml liner and caped by a 20 ml liner. 3' of soil-like material will cover cap to grade. Site will be returned to as near original condition as possible.					
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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: 8-26-05 Printed Name / Title					
state, or local laws and / or regulations.	anature Mila Science was a	DAUG 26 200			





Project: RR-05-001 Drilling Pit Closure Location:

Moonlight Fee #1

Chavez County, New Mexico

Date: 08-24-05

NADEL and GUSSMAN PERMIAN, LLC

2408 Freeman Artesia, NM 88210 (505) 746-1428



New Mexico Office of the State Engineer Well Reports and Downloads

Township: 0	9S Range: 29E	Sections: 12,1,2,1	1,14,13	
NAD27 X:	Y:	Zone:	Search Radius:	
County:	Basin:	_ Numl	ber: Sui	ffix:
Owner Name: (First)	(La	st) All	Non-Domesti	c Domestic
Well	Surface Data Report	Avg Dept	th to Water Report	
Water Column Report				
	Clear Form	WATERS Menu	Help	
AVERAGE DEPTH OF WATER REPORT 08/15/2005 (Depth Water in Feet) Bsn Tws Rng Sec Zone X Y Wells Min Max Avg No Records found, try again				