District_I. 1625 N. French Dr., Hobbs, NM 88240 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

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

State of New Mexico MECLIVED

Energy Minerals and Natural Resource 6 2005

Oil Conservation Divis CD-ART partilling and production facilities, submit to appropriate NMOCD District Office.

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

For downstream facilities, submit to Santa Fe

Form C-144

June 1, 2004

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 \(\subseteq\) Closure of a pit or below-grade tank \(\subseteq\) Telephone: 432-685-8100 e-mail address: wrightc@pogoproducing.com Operator: Pogo Producing Company Address: P.O. Box 10340, Midland, TX 79702-7340 Facility or well name: Palladium 10 Fed #10 API#: 30-015-33969 U/L or Otr/Otr N Sec 7 T 24S R 31E Eddy County Longitude 103:49:13.2W NAD: 1927 1983 Latitude 32:13:38.4N County: Surface Owner: Federal 🔀 State 🗌 Private 🔲 Indian 🗍 Pit Below-grade tank Volume: ____bbl Type of fluid: ____ Type: Drilling Production Disposal Construction material: Lined X Unlined Double-walled, with leak detection? Yes If not, explain why not. Liner type: Synthetic Thickness 12 mil Clay Pit Volume 1980(bbl 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 Х (0 points) Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic (0 points) Х Λ 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) Х 0 Ranking Score (Total Points) 0 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 It 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: 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 1, a general permit , or an (attached) alternative OCD-approved plan . Date: 7/25/05 Printed Name/Title Cathy Wright, Sr Eng Tech

Approval:

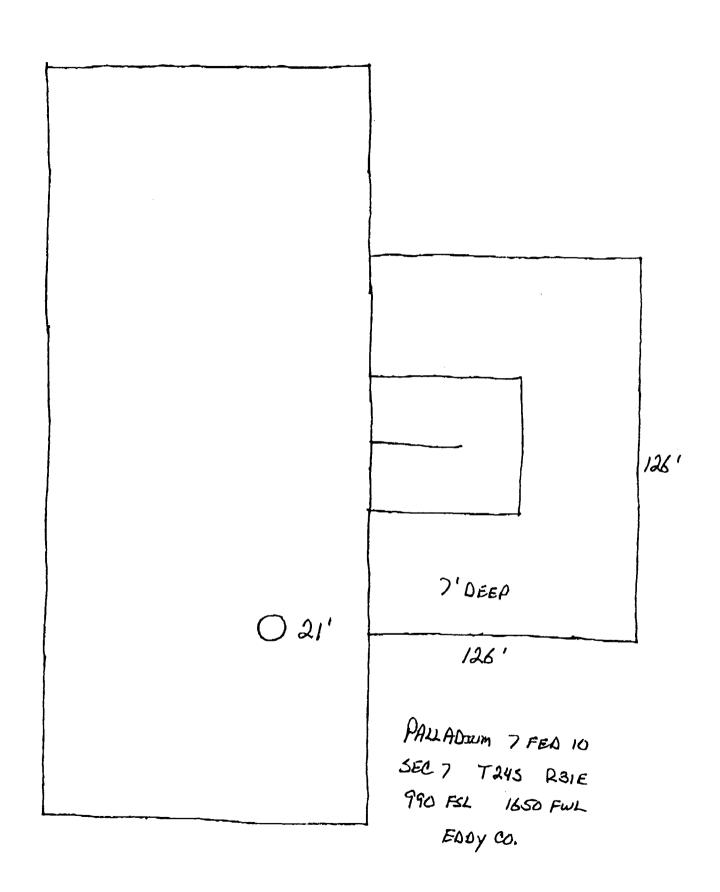
regulations.

Printed Name/Title _

Field Supervisor

Signature

Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the bit 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



Pit Closing Procedure:

Pits are dewatered. Dirt contractor digs a deep bury pit adjacent to the drilling pit. Deep bury pit is lined with 12 mil plastic. Dirt contractor pushes contents of drilling pit into the deep bury pit. Deep bury pit is capped with 20 mil plastic then covered with 3 feet of fill dirt.