<u>District I</u> 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

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

office

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

Form C-144 June 1, 2004

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

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 \(\bigcap \) Closure of a pit or below-grade tank \(\bigcap \)	Ø

Type of action. Regionalion	or a pit or ociow grade	talk Closure of a pit of beig	W grade ank 23			
Operator: COG Operating LLC Telephone: 432-685-4372 e-mail address: dkuykendall@conchoresources.com						
Address: Fasken Center Tower II, 550 W. Texas Ave., Suite 1300, Midland, TX 79701						
Facility or well name: Hanson 33 Federal #4 API #: 30-015-33951 U/L or Qtr/Qtr: D Sec: 33 T: 20S R: 27E						
County: <i>Eddy</i>	Latitude: N 32° 32′ 05" Longitude: W 104° 17′ 27" NAD: 1927			1927 🔲 1983 🔲		
Surface Owner: Federal ⊠ State ☐ Private ☐ Indian ☐						
<u>Pit</u>	Below-grad	le tank				
Type: Drilling ☑ Production ☐ Disposal ☐	Volume:	Volume:bbl Type of fluid:				
Workover ☐ Emergency ☐	I	Construction material:				
Lined ☑ Unlined □		Double-walled, with leak detection? Yes If not, explain why not.				
Liner type: Synthetic ⊠ Thickness: 12 mil Clay □						
Pit Volume: 15,000 bbl						
11. 10.00.00.00.00.00.00.00.00.00.00.00.00.0	Less than 50) feet	(20 points)	RECEIVED		
Depth to ground water (vertical distance from bottom of pit to seas	sonal		1 ' ' '	HECEIVED		
high water elevation of ground water.)		ore, but less than 100 feet	(10 points)	OCT 28 2005		
	100 feet or 1	nore - X	(0 points)	ODD		
Wellhead protection area: (Less than 200 feet from a private dom	Yes		(20 points)	CON TROM		
•	No - X		(0 points)			
water source, or less than 1000 feet from all other water sources.)				· - r,		
Distance to surface water: (horizontal distance to all wetlands, pla	Less than 20	00 feet	(20 points)			
irrigation canals, ditches, and perennial and ephemeral watercours	1 200 feet or 1	nore, but less than 1000 feet	(10 points)	a superior to the company		
ganon emians, ditentes, and persimilar and epitemetal materiologic	1000 feet or	more - X	(0 points)			
,	Ranking So	ore (Total Points)	0 points	en grande en		
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 of offsite. If offsite, name of facility						
Additional Comments: Pit Closure Plan attached						
And the second s						
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: 10/26/05						
Printed Name/Title Diane Kuykendall, Regulatory Analsyt 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 regulations.						
Approval: Gerry Guye		h hur				
Printed Name/Title ComplianC Officer	Signatur	Benjoy	Date:	10-31-05		

Pit Closure Plan – Drilling Pit

Operator: COG Operating LLC
Well Name: Hanson 33 Federal #4

Location: Unit D, Section 33, Township 20 S, Range 27 E, Eddy County, NM

The drilling pit associated with this well will be closed as per New Mexico OCD "Pit and Below-Grade Tank Guidelines" dated November 1, 2004. The visual inspection of the pit indicated that the pit liner has maintained its integrity.

1. Any remaining liquids will be removed from the pit.

- 2. Remaining solid wastes (i.e. buckets, cans, miscellaneous trash, debris, contaminated solids, etc.) will be removed from the pit, except for dried mud and cuttings, cement, and frac materials in drilling and reserve pits which have been approved by the OCD for encapsulation.
- 3. This well did not penetrate a salt section and was drilled with less than 9.5 lb/gal brine. Therefore, the drilling pit will be closed by encapsulation:

Encapsulation will be accomplished by mixing earthen materials with the pit contents to stiffen the pit contents, as necessary, folding the edges of the liner over the stiffened mud and cuttings and covering the encapsulated wastes and liner with a minimum of 3 feet of clean soil that is capable of supporting native plant growth.

- 4. Upon closure of the pit, the surface where the pit was located will be contoured to prevent erosion and ponding of rainwater over the site.
- 5. Since this is a federal well, the Bureau of Land Management (BLM) will be contacted for site reclamation requirements.