District 1
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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505 Form C-144
June 1, 2004

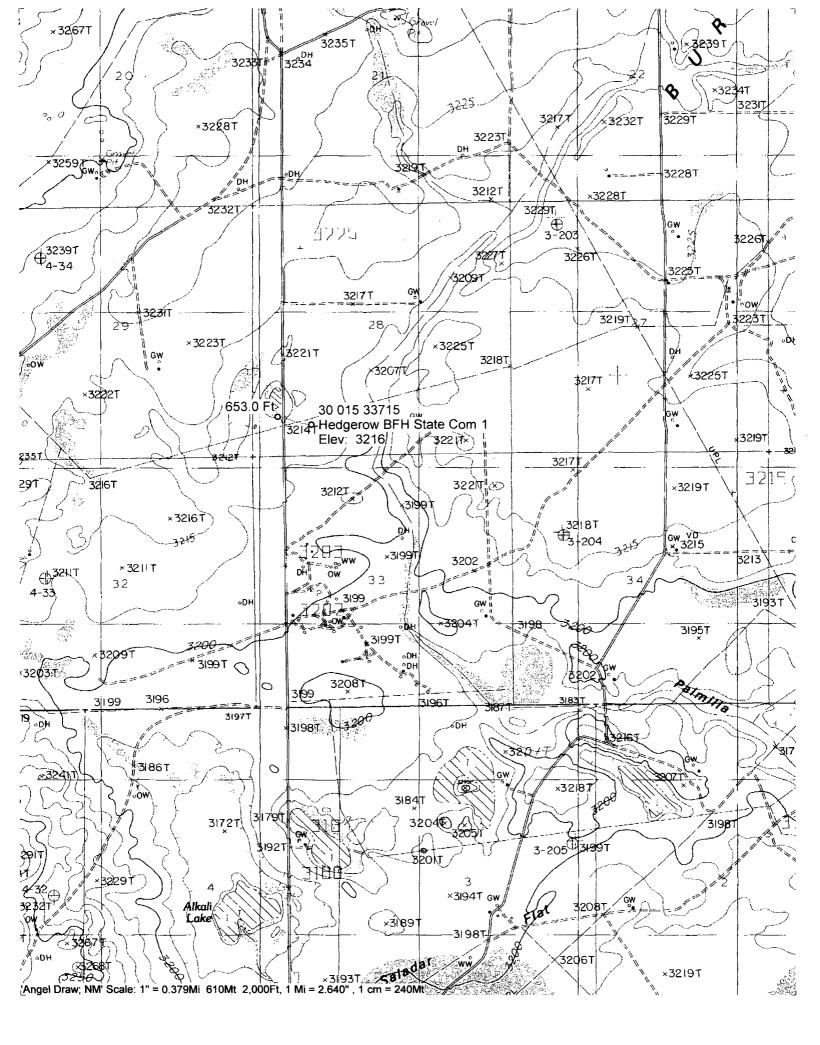
For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

Santa Fe, NM 87505 office

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tar Type of action: Registration of a pit	nk covered by a "general plan"? Yes \(\subseteq \) or below-grade tank \(\subseteq \) Closure of a pit or below-gr	lo ∐ rade tank ⊠								
Operator: Yates Petroleum Corporation Telephone: 505-748-4500 e-ma Address: 105 South 4th Street, Artesia, N.M. 88210	il address: mikes@ypcnm.com									
Facility or well name: Hedgerow BFH State Com 1 API #: 30-015-33715 U/L or Qtr/Qtr M Sec 28 T 20S R 28E										
County: Eddy Latitude: 32.53892 Longitude: 10	DEC 9 9 2005									
Surface Owner: Federal	DEC 2.2 2005									
Pit Type: Disposal Work over □ Eined ☑ Unlined □ Liner type: Synthetic ☑ Thickness 12 mil Clay □	Below-grade tank Volume:bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes									
Pit Volume 20,000 bbl										
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) XXXX (10 points) (0 points)								
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points) (0 points) XXXX								
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) XXXX (0 points)								
	Ranking Score (Total Points)	30 points								
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relating place) onsite offsite offsite, name of facility NA. Groundwater encountered: No yes offsite, name of facility NA. Groundwater encountered: No yes offsite, name of facility NA. (5) Attach soil sample results and a diagram of sample locations and excavations additional Comments: Closure work plan for drilling pit. An encapsulation tree contents will be excavated and emplaced into the encapsulation trench using a cement will be mixed using a track hoe and water added if needed. After compencapsulation trench will then be capped using a 20 mil synthetic liner and bactood offsite of the pit closure action begins. Beginning pit closure dates the sampling and closure data	. (3) Attach a general description of remedial action faceft. and attach sample results. nch will be constructed and lined with 12 mil synthetimixture of three to one pit material and Class H bulk letion of solidifying pit material in cement and pit conkfilled to grade using a minimum of 3' of like material.	ic liner next to existing drilling pit. The drilling pit cement or CKD. The emulsion of pit material and intents have set in place for a minimum of 24 hours, the								
I hereby certify that the information above is true and complete to the best of meen/will be constructed or closed according to NMOCD guidelines , a g										
Date: 12/12/2005 Printed Name/TitleMike Stubblefield / Regulatory Agent Your certification and NMOCD approval of this application/closure does not reendanger public health or the environment. Nor does it relieve the operator of	Signature elieve the operator of liability should the contents of t									
Approval: Printed Name/Title Mike Aratcher Associa	Signature Willy Lemener	Date: 12/29/05								



New Mexico Office of the State Engineer Well Reports and Downloads HEDGEROW BFH STATE COM ! Township: 20S Range: 28E Sections: NAD27 X: Y: Zone: Search Radius: County: Basin: Number: Suffix: Owner Name: (First) (Last) O Non-Domestic O Domestic All Well / Surface Data Report Avg Depth to Water Report Water Column Report Clear Form **WATERS Menu** Help

AVERAGE DEPTH OF WATER REPORT 12/12/2005

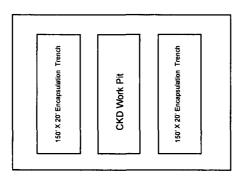
								(nebru	water in	reet)
Bsn	Tws	Rng	Sec	Zone	x	Y	Wells	Min	Max	Avg
CP	20S	28E	31				1	115	115	115
CP	20s	28E	33				4	27	30	29

Record Count: 5

YATES PETROLEUM CORPORATION

Reserve Pit Solidification Procedure

1. Diagram of deep burial trench(s) is provided with application for closure (form C-144)



Reserve pit 150' x 150'

2. Solidification of Cuttings:

- (A) The cuttings will be mixed with a track hoe. Contents will be lifted and dropped so as to create a stirring process. This process will continue until CKD and pit contents are thoroughly bonded.
- (B) The solidification material will be Cement Kiln Dust (CKD).
- (C) CKD to pit contents ratio will be 1 yard of pit contents to 240 lbs. of CKD or 1,000 cubic yards of pit contents to 120 tons of CKD. Pit contents will be measure to determine actual volume (length x width x depth /27). CKD is weighed and delivered to the site in 40,000 lb increments.
 - A 1,200 cubic yard work pit is constructed inside the original reserve pit beside the encapsulation/solidification trench. One thousand cubic yards of pit contents will be placed in the work trench along with six 20 ton loads of CKD to begin the mixing process.
- (D) Fresh water may be introduced to initiate the bonding process of CKD and pit contents.
- (E) In order to assure proper mixing, all CKD is precisely weighed before delivery and pit construction is measured to a predetermined need depending on exact volume of pit contents.
- 3. A minimum of three representative samples will be taken from pit contents prior to any work. These samples will be stored in closed containers.

- 4. Each stage being mixed will be sampled prior to transferring the slurry to the deep trench as follows:
 - (A) One sample of the slurry will be taken at the beginning of the transference and stored in a <u>closed</u> container.
 - (B) One sample of the slurry will be taken at the beginning of the transference and stored in an <u>open</u> container.
 - (C) One sample of the slurry will be taken at the end of the transference and stored in a <u>closed</u> container.
 - (D) One sample of the slurry will be taken at the end of the transference and stored in an open container.
- 5. All samples will be stored in environmentally approved containers.
- 6. All samples and associated paperwork will be delivered to the OCD office within 3 working days of closure.