ي. 25 N. French Dr., Hobbs, NM 88240 <u>District II</u> 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.

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

Form C-144

June 1, 2004

Santa Fe, NM 87505 Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq \) No \(\subseteq \) Type of action: Registration of a pit or below-grade tank \(\sumeta\) Closure of a pit or below-grade tank \(\sumeta\) Operator: CHESAPEAKE OPERATING, INC. Telephone: 432-687-2992 e-mail address: SSTRICKLIN@CHKENERGY.CO Address: P. O. BOX 11050 MIDLAND, TEXAS 79702-8050 Facility or well name: Cedar Lake 23 Well # 1 API #: 30-015-33661 U/L or Qtr/Qtr N Sec 23 T 17S County: EDDY Latitude Longitude NAD: 1927 🗌 1983 🗍 Surface Owner: Federal State Private Indian Below-grade tank Volume: bbl Type of fluid: _____ Type: Drilling X Production Disposal Workover ☐ Emergency ☐ Construction material: Lined X Unlined Double-walled, with leak detection? Yes If not, explain why not. BECEIVED Liner type: Synthetic

☐ Thickness 12 mil Clay ☐ MAR 0 3 2006 Pit Volume 12,129 bbl UUL-MITTEDIA Depth to ground water (vertical distance from bottom of pit to seasonal (20 points) Less than 50 feet high water elevation of ground water.) (10 points) 50 feet or more, but less than 100 feet 150+ (0 points) 0 100 feet or more Wellhead protection area: (Less than 200 feet from a private domestic (20 points) Yes water source, or less than 1000 feet from all other water sources.) (0 points) 0 No Distance to surface water: (horizontal distance to all wetlands, playas, Less than 200 feet (20 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) 0 Ranking Score (Total 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 . (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: A SIDE DEEP BURIAL TRENCH WAS EXCAVATED NEXT TO THE PIT. THE TRENCH WAS LINED WITH A 20 MIL SYNTETIC LINER. THE PIT CONTENTS WERE THEN PLACED INTO THE LINED TRENCH. THE SIDES OF THE TRENCH WERE FOLDED OVER THE CONTENTS. AND A TOP COVER OF 20 MIL SYNTHETIC LINER WAS SEWED IN PLACE, THREE FEET OF TOP SOIL WAS PLACED ON TOP OF THE LINED TRENCH AND COMPACTED. THE ORIGINAL PIT WAS BACKFILLED WITH CLEAN SOIL, COMPACTED, AND LEVELLED TO GRADE. CONFIRMATION SAMPLES WERE TAKEN FROM THE EXCAVATED PIT PRIOR TO BACKFILLING AND ARE ATTACHED. THE PIT CLOSURE WAS STARTED ON FEBRUARY 8, 2006 AND COMPLETED ON FEBRUARY 22, 2006. 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: 2/28/06 CLIFF BRUNSON, PRESIDENT, BBC INTL.

Signature Cliff P. Truna FOR CHESAPEAKE OPERATING, INC. Printed Name/Title 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 Printed Name/Title ___

Accepted for record - NMOCD MAR 1 4 2006 Date:



PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR BBC INTERNATIONAL, INC. ATTN: CLIFF BRUNSON P.O. BOX 805 HOBBS, NM 88241 FAX TO: (505) 397-0397

Receiving Date: 02/20/06 Reporting Date: 02/22/06 Project Number: NOT GIVEN

Project Name: CEDAR LAKE 23 WELL #1 Project Location: LOCO HILLS, NM

Analysis Date: 02/22/06 Sampling Date: 02/20/06 Sample Type: SOIL

Sample Condition: COOL & INTACT

Sample Received By: NF

Analyzed By: LB

LAB NUMBER SAMPLE ID CI (mg/Kg)

H10775-1 PIT BOTTOM	48
Quality Control	500
True Value QC	500
% Recovery	100
Relative Percent Difference	2.0

|--|

NOTE: Analysis performed on a 1:4 w:v aqueous extract.

Chemist

2/22/06

Date

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

2.4RDINAL LABORATORIES, INC. 2111 Beechwood, Abilene, TX 79603 (101 East Marland, Hobbs, NM 88240 (915) 673-7001 Fax (915) 673-7020 (505) 393-2326 Fax (505) 393-2476

Page Of Color									7	٠.٠٩	•/7:		Open Comments of the Comments							Phone Result: CIYes CINo Add! Phone #:					
333-7340 Fax (305) 393-2476	P.O. #:	iny:	Attn:	Address:	Chy;	State: Zio:	#	Fax #:	PRESERVI SAURING		OF RE:	AB\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	1/20/06 11					that he knied to the amount paid by the chert for	loy taktem milin 30 fays why comparen of the s, or to e of profes trouted by cient, he subsidistic Loon any of the mone stated to account or one-mili	Phone	REMARKS	000		CHECKED BY:	- /
BBC International, Inc.		ES. P.O. Box 905	FOLL SAIR: LM ZID: 8 PT Y	Phone 577-6588 Fax 377-0387	Project Owner:		Project Location: Loto Hills, Mm	- apurson	MATRIX	В В	FAWD TAWD TAW JIO	#AF(a)						PERSONEL LAND AN LANDAR CACAT LAND BY PACT HANDRAN LAND IN A 20 dam and photon band housed a lot, that is landed to be amount paid by its cheef for its	terds. Did for the Gertes is for its that is not expected where the companies of the compan	Sampler Railnquished: 2/20/06 Received By: X) Server	DL Bectived By: (Lab Si	Time: 12:08pm	Sample S	19 Policy 2010 19 Pol

T. Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476.