District I 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

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

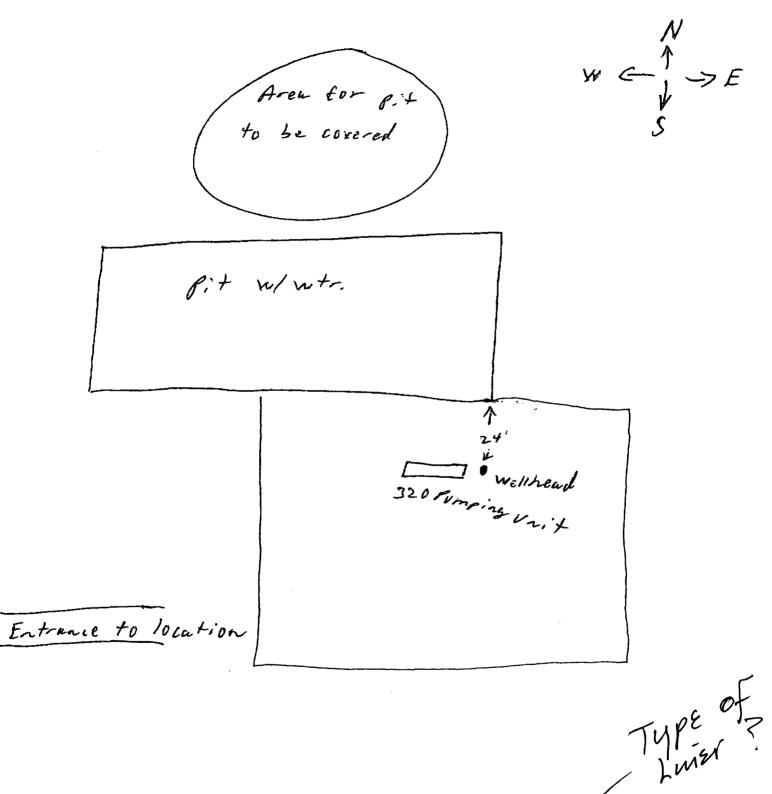
Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \(\times \)No \(\times \)

Type of action: Registration of a pit or below-grade tank \(\times \) Closure of a pit or below-grade tank \(\times \)

Type of action: Registration of a pit or below-grade tank L Closure of a pit or below-grade tank L			
Operator: Nearburg Producing Company Telephone: 686-8235 e-mail address: sjordan@nearburg.com Address: 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705			
Facility or well name: Red Lake 32 StateG #1 API #: 30-015-34316 U/L or Qtr/Qtr G Sec 32 T 17S R 27E			
County: Eddy Latitude Longitude NAD: 1927 X 1983 Surface Owner Federal State Private Indian			
Pit	Below-grade tank		
Type: Drilling MProduction Disposal	Volume:bbl Type of fluid:		
Workover			
Lined X Unlimited			
Liner type: Synthetic XThickness 12 mil Clay	7		
Pit Volume bbl		OOD-AHTESIA	
	Less than 50 feet	(20 points)	
Depth to ground water (vertical distance from bottom of pit to seasonal high	50 feet or more, but less than 100 feet	(10 points)	
water elevation of ground water.)	100 feet or more	(0 points) X	
W. W 1		<u> </u>	
Wellhead protection area. (Less than 200 feet from a private domestic	Yes	(20 points)	
water source, or less than 1000 feet from all other water sources.)	No	(0 points) X	
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) χ	
	Ranking Score (Total Points)	0	
If this is only allowed a discourse of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the facility above is the ride relationship to other contents of the ride relationship			
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 X offsite If offsite, name of facility(3) Attach a general description of remedial action taken including			
remediation start date and end date. (4) Groundwater encountered: No XYes I f yes, show depth below ground surfaceft. and attach sample results. (5)			
Attach soil sample results and a diagram of sample locations and excavations.			
Additional Comments: Close according to General Pit Guidelines-IV3b. N.B3b.			
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 [X], a general permit [], or an (attached) alternative OCD-approved plan [].			
Date: 4/13/06			
Printed Name/Title: Sarah Jordan, Production Analyst 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.			
	on cannot be approved, ————	and the state of t	
due to conflicti	due to conflicting or missing		
Date: information. Please see indicated area.			
Printed Name/Title:			

Red Lake 32 St. Com. #1



Plan to dig a bury pit 20' wide x 100' long and line w/ plastic. Put cuttings in pit, cover w/ plastic and 3' of fill dirt.