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

Form C-144

For downstream facilities, submit to Santa Fe

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 [Closure of a pit or below-grade tank [] Operator: Yates Petroleum Corporation Telephone: 505-748-4500 e-mail address: mikes@ypcnm.com Address: 105 South 4th Street, Artesia, NM 88210 Facility or well name: Hackey Sack BHV Federal Com I API #: 30-005-63798 U/L or Qtr/Qtr D Sec 4 T 14S R 27E RECEIVED Latitude 33.1366 Longitude 104.2471 NAD: 1927 ☑ 1983 ☐ County; Chaves Surface Owner: Federal ☐ State ☐ Private ☒ Indian ☐ APR 2 6 2006 Below-grade tank QQU-AITI ESIA Type: Drilling \(\subseteq \text{Production} \subseteq \text{Disposal} \subseteq \subseteq \text{Disposal} \text{Disposal} \quad \text{Disposal} \q Volume: ____bbl Type of fluid: Work over ☐ Emergency ☐ Construction material: Lined Dulined Double-walled, with leak detection? Yes If not, explain why not. Liner type: Synthetic Thickness 12 mil Clay RECEIVED Pit Volume 20,000 bbl Less than 50 feet (20 points) XXXX 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) (20 points) Wellhead protection area: (Less than 200 feet from a private domestic water (0 points) XXXX 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) XXXX Ranking Score (Total Points) 20 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 you are burying in place) onsite 🔲 offsite 🛛 If offsite, name of facility: N/A (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No Tyes Tif 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: Closure work plan for drilling pit. The drilling pit contents will be excavated and hauled to an OCD approved soil waste facility. The excavated area will be backfilled to within 3' of grade. A 20 mil. Synthetic liner will then be placed over the excavated area with a minimum of a 3' over lap of the underlying trench areas. The excavated area will be backfilled to grade using a minimum of 3' of clean soil and like material. A one call and a 48 hour notice will be provided to the Oil Conservation Division. Pit Closure start date: N/A. Final closure date: N/A 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: 4/20/2006 Signature Mile Sallefill Printed Name/Title Mike Stubblefield / Regulatory Agent 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. Gerry Guye Approval: Deputy Field Inspector

Accepted for record - NMOCD

District II - Artesia

Printed Name/Title

1/4/00

PIT CLOSURE FINAL DATE 6/24/06