

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

Form C-144  
June 1, 2004

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

**Pit or Below-Grade Tank Registration or Closure**

RECEIVED

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

JUN 28 2006

Type of action: Registration of a pit or below-grade tank  Closure of a pit or below-grade tank

Operator: Mewbourne Oil Company Telephone: 505-393-5905 e-mail address: hobeng@mewbourne.com  
Address: P.O. Box 5270, Hobbs, New Mexico 88241  
Facility or well name: Dinero "20" Federal #1 API #: 30-015-33222 U/L or Qtr/Qtr P Sec 20 T 22S R 28E  
County: Eddy Latitude 32-22-25.3 N Longitude 104-06-15.8 W NAD: 1927  1983   
Surface Owner: Federal  State  Private  Indian

<p><b>Pit</b> Type: Drilling <input type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input type="checkbox"/> Thickness _____ mil Clay <input type="checkbox"/> Pit Volume _____ bbl</p>	<p><b>Below-grade tank</b> Volume: _____ bbl Type of fluid: _____ Construction material: _____ Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. _____</p>
<p>Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)</p>	<p>Less than 50 feet <input checked="" type="checkbox"/> (20 points) X 50 feet or more, but less than 100 feet (10 points) 100 feet or more (0 points)</p>
<p>Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)</p>	<p>Yes (20 points) No <input checked="" type="checkbox"/> (0 points) X</p>
<p>Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)</p>	<p>Less than 200 feet (20 points) 200 feet or more, but less than 1000 feet (10 points) 1000 feet or more <input checked="" type="checkbox"/> (0 points) X</p>
<p><b>Ranking Score (Total Points)</b> 20 points</p>	

**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 CRI. (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: Mewbourne Oil Company has previously submitted a closure form dated 05/11/2006 to close this pit into a lined "deep bury" pit. That application was denied by NMOCD due to USGS information. Therefore, Mewbourne Oil Company proposes to remove the contents of the reserve pit from this location. The material will be hauled to the CRI facility by dump trucks. The pit will be closed and returned to the natural contour with materials onsite or hauled in for this purpose. MOC will start this "clean up" ASAP following NMOCD approval.

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: 06/27/2006  
Printed Name/Title F. Lathan / Drilling Foreman Signature F.L. Lathan

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:  
Printed Name/Title Gerry Guye Deputy Field Inspector District II - Artesia Signature Gerry Guye Date: JUL 18 2006