CBS OPERATING
CORPORATION

C-144 PIT CLOSURE DOCUMENTATION

30-015-33040

NORTH SQUARE LAKE UNIT #191

PROJECT REF: CBS-06-008

UL-E (SW¼ of the NW¼) of Section 28 T16S R31E

LATITUDE: N32° 53.556'

LONGITUDE: 103° 52.970'

~7.8 MILES NORTHEAST (BEARING 48.9°) OF LOCO HILLS

EDDY COUNTY, NEW MEXICO

July 25, 2006

PREPARED FOR CBS OPERATING CORPORATION BY:



3709 S. Eunice Hwy; P.O. Box 1058; Hobbs, New Mexico 88241 Phone/Fax (505) 393-3386; Mobile (505) 390-6149

Table of Contents

1.0 Introduction and Background	3
2.0 Site Description	3
2.1 Geological Description	3
2.2 Ecological Description	3
2.3 Area Ground Water	3
2.4 Area Water Wells	3
2.5 Area Surface Water Features	3
3.0 NMOCD Site Ranking	3
4.0 Ground Water Investigation	4
5.0 Pit Closure Process	4
6.0 Closure Justification	4
ATTACHMENTS	5-11
Plate 1: Site Location Map	6
Plate 2: Site Topography Map	7
Plate 3: Aerial Photograph	8
Plate 4: Site Detail Drawing	9
C-144 Form	10
Photographs	11

1.0 Introduction and Background

This report addresses the C-144 Pit Closure of CBS Operating Corporation's (CBS) North Square Lake Unit #191 production well drilling pit.

The NSLU #191 well and associated drilling pit are located on Federal land in Unit Letter E, (SW½ of the NW½), Section 28, T16S, and R31E. The GPS coordinates are: Latitude: N32° 53.556'; Longitude: 103° 52.970'. A location map, topographical map of the site area, aerial photograph; and a site detail drawing are included as Plates 1-4 in the Attachments.

The construction phase of this pit closure was performed on 31-Aug-05. The work was performed by personnel of Kenemore Welding & Oilfield, Inc., Maljamar, NM; and JC Trucking, Loco Hills, NM. On-site supervision was performed by CBS management personnel; and Chris Beadle, NMOCD, Artesia was in observance of the project.

2.0 Site Description

2.1 Geological Description

This area of Eddy County (Square Lake) is notable for its predominant and extensive red sand dune surface structure with dramatic variations in elevation and contour. The sand dunes area is underlain by a thick layer of caliche at depths ranging from a few feet to greater than 25-ft.

2.2 Ecological Description

The area is typical of the Upper Chihuahuan Desert Biome consisting primarily of hummocky sand hills covered with Harvard Shin Oak (*Querqus harvardi*) interspersed with Honey Mesquite (*Prosopis glandulosa*) along with typical desert grasses, flowering annuals and flowering perennials. Mammals represented, include Orrd's and Merriam's Kangaroo Rat, Deer Mouse, White Throated Wood Rat, Cottontail Rabbit, Black Tailed Jackrabbit, Mule Deer, Bobcat, Red Fox and Coyote. Reptiles, Amphibians, and Birds are numerous and typical of area. A survey of Listed, Threatened, or Endangered species was not conducted.

2.3 Area Ground Water

There is no groundwater of record in the area according to information obtained from the New Mexico State Engineer online database.

2.4 Area Water Wells

There are no recorded or observed water wells within 1000 horizontal feet of the site.

2.5 Area Surface Water Features

No surface water bodies exist within 1000 horizontal feet of the site.

3.0 NMOCD Site Ranking

Site ranking was determined based on the NMOCD Ranking Criteria as follows:

• Depth to Ground water, i.e., distance from the lower most acceptable concentration to the ground water.

- Wellhead Protection Area, i.e., distance from fresh water supply wells.
- Distance to Surface Water Body, i.e., horizontal distance to all down gradient surface water bodies.

Based on the proximity of the site to area water wells, surface water bodies, and depth to ground water from the lower most contamination, the NMOCD ranking score for the site is 0 points as presented in the table below.

NMOCD Site Ranking Table

1. GROUND WATER	2. WELLHEAD PROTECTION	3. DISTANCE TO SURFACE WATER		
DEPTH TO GW <50 FEET:	IF <1000' FROM WATER SOURCE, OR;	<200 HORIZONTAL FEET:		
20 POINTS	<200' FROM PRIVATE DOMESTIC	20 POINTS		
DEPTH TO GW 50 TO 99 FEET:	WATER SOURCE:	200-1000 HORIZONTAL FEET:		
10 POINTS	20 POINTS	10 POINTS		
	IF >1000' FROM WATER SOURCE, OR;			
DEPTH TO GW >100 FEET:	>200' FROM PRIVATE DOMESTIC	>1000 HORIZONTAL FEET:		
0 POINTS	WATER SOURCE: 0 POINTS	0 POINTS		
GROUND WATER SCORE = 0	WELLHEAD PROTECTION SCORE= 0	SURFACE WATER SCORE= 0		
SITE RANK (1+2+3) = 0 + 0 + 0 = 0 POINTS				

4.0 Ground Water Investigation

No ground water investigation was conducted, nor will be necessary as a result of this release.

5.0 Pit Closure Process

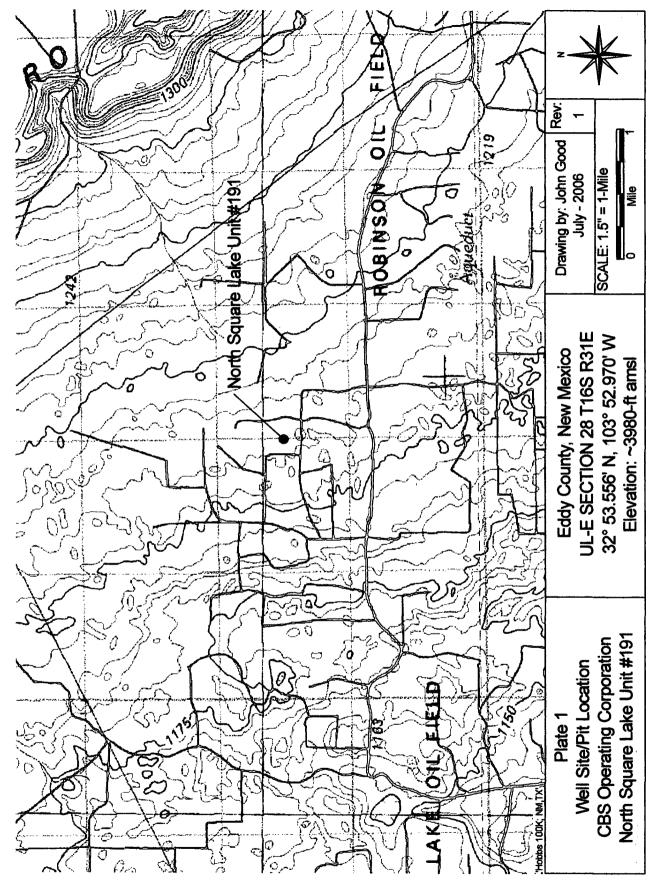
3-ft of topsoil previously placed on top of the pit was removed utilizing a bulldozer. A 106-ft X 60-ft; 20-mil woven liner was placed over the exposed drilling pit surface (liner dimensions provide for 5-ft overlap on all sides). After liner placement, the clean top soil was pushed back over the now surface-lined drilling pit.

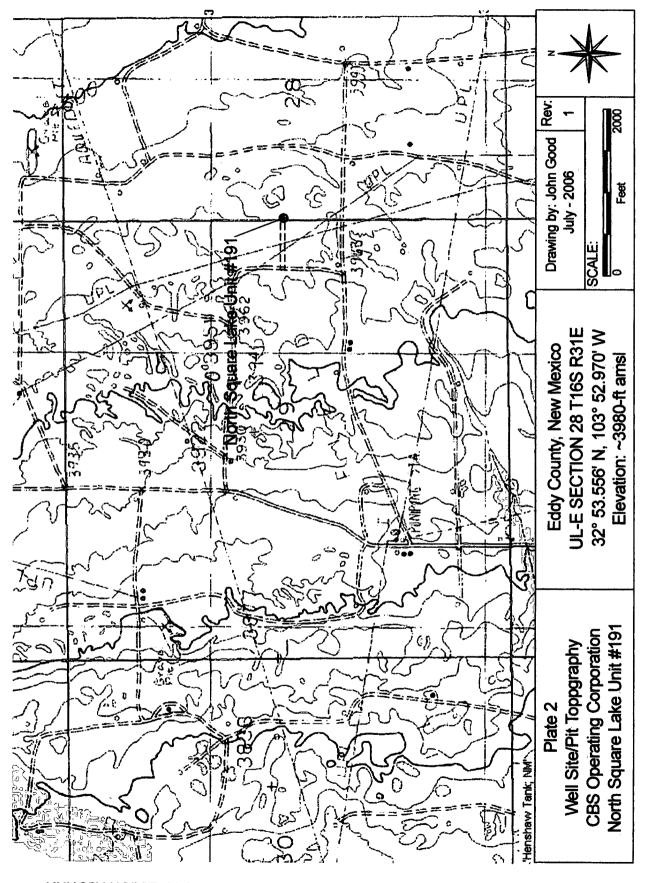
6.0 Closure Justification

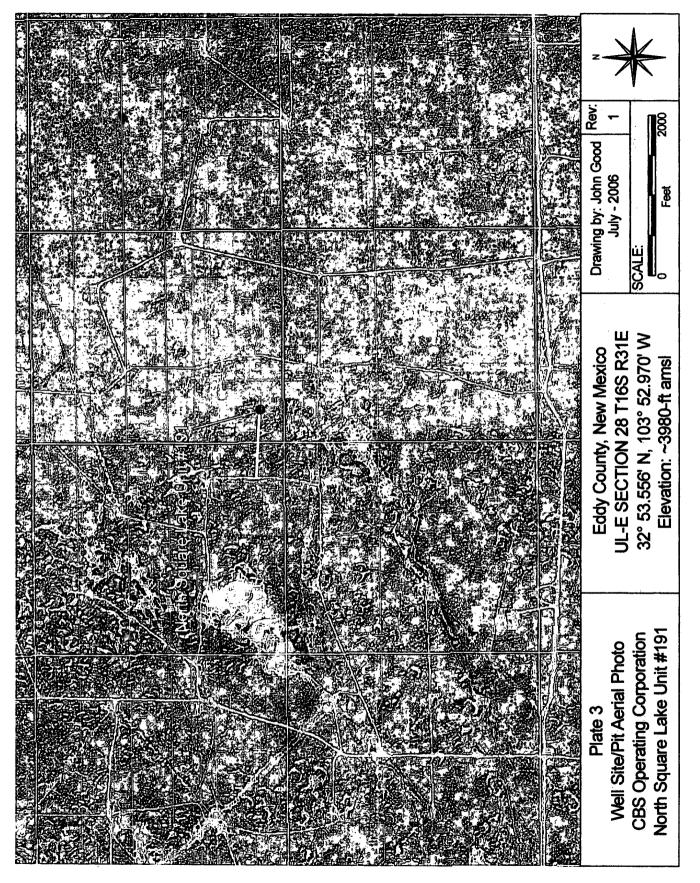
This report documents "capping" of the drilling pit associated with the CBS Operating "North Square Lake Unit #191" well site with a 20-mil woven plastic liner incorporating a 5-ft overlap of the pit surface area. A 3-ft layer of clean topsoil was then placed on top of the capped drilling pit surface area. Based on the information presented in this report, CBS Operating Corporation, requests that the New Mexico Oil Conservation Division and the Bureau of Land Management require "NO FURTHER ACTION" at this site in relation to this drilling pit.

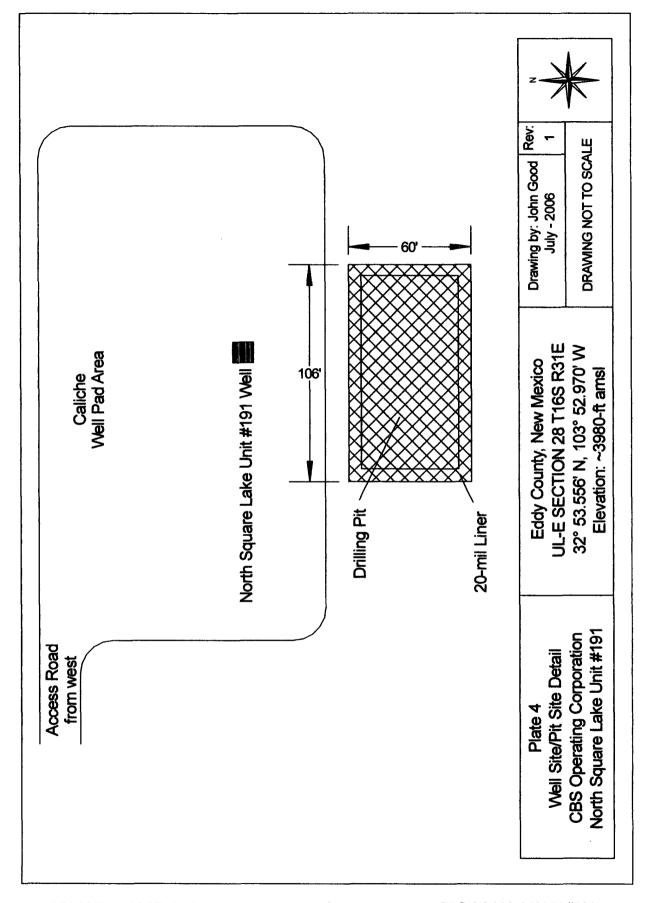
ATTACHMENTS

Plate 1: Site Location Map	6
Plate 2: Site Topography Map	7
Plate 3: Aerial Photograph	8
Plate 4: Site Detail Drawing	9
C-144 Form	10
Photographs	11









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 \(\sigma\) No \(\Sigma\)

	below-grade tank L. Closure of a pit or below-grade ae: 432-685-0878 e-mail address: MAS	STRES@AOLCOM	
Address: PO Box 2236; Midland, TX 79702		STREAM TO THE TOTAL THE TOTAL TO THE TOTAL TOTAL TO THE T	
Facility or well name: NORTH SQUARE LAKE UNIT #191 API	#: 30-015-33040 U/L or Otr/Otr E	Sec 28 T 16S R 31E	
	N32°53.556' Longitude W103°		
Surface Owner: Federal State Private Indian	The state of the s	14. 1727 E 1700 E	
Pit	Below-grade tank		
Type: Drilling 🛛 Production 🗌 Disposal 🗍	Volume:bbl Type of fluid:		
Workover Emergency	Construction material: Double-walled, with leak detection? Yes If not, explain why not.		
Lined 🖾 Unlined 🗆			
Liner type: Synthetic M Thickness 20 mil Clay		, organia vita, nov.	
Pit Volume 5000 bbl			
	Less than 50 feet	(20 points)	
Depth to ground water (vertical distance from bottom of pit to seasonal	50 feet or more, but less than 100 feet	(10 points)	
high water elevation of ground water.)	l '		
	100 feet or more ✓	(0 points) ✓	
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) \checkmark	
	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) \checkmark	
	Ranking Score (Total Points)	0 points	
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's you are burying in place) onsite ☑ offsite ☐ If offsite, name of facility remediation start date and end date. (4) Groundwater encountered: No ☑ You (5) Attach soil sample results and a diagram of sample locations and excavated.	es If yes, show depth below ground surface	escription of remedial action taken including	
Additional Comments:			
Work completed on August 31, 2005			

<u> </u>			
I hereby certify that the information above is true and complete to the best has been/will be constructed or closed according to NMOCD guideline			
		·	
Date: July 25, 2006	\mathcal{L}	2140	
Printed Name/Title Manny A. Sirgo, III / Engineer S Your certification and NMOCD approval of this application/closure does not	not relieve the operator of liability should the contents	of the pit or tank contaminate ground water or	
Approval: Printed Name/Title Mike Exatcher Dista	Signature Mile Lennuren	Date: 8/3/06	

