



ALLSTATE ENVIRONMENTAL SERVICES, LLC



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Contractors License #94195

30-015-34571



July 26, 2006

New Mexico Oil Conservation Division
District2
1301 Grand Avenue
Artesia, New Mexico 88210

Dear Sir/Ma'am

Included in this mailing is the closure report for COG Operating Corp. Harper State #5 lease. As indicated in the summary the pit closure work was begun on July 24, 2006 and completed on July 26, 2006.

Any concern or questions regarding this site may be addressed to Randy Offfield, Allstate Environmental Services, at 432-682-3547 or his e-mail address at allstateenviro@sbcglobal.net

Sincerely
Mark Meadows for Randy Offfield-Owner
Allstate Environmental Services

Cc: COG Operating Corp-Artesia, N.M.
Allstate Environmental Svcs. file

An Environmental Company
SOLIDIFICATION, BIOREMEDIATION, LAND FARMING, SOIL SHREDDING

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., 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

Form C-103
May 27, 2004

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-015-34571
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator COG Operating LLC		6. State Oil & Gas Lease No. B-936
3. Address of Operator 550 W. Texas, Suite 1300 Midland, TX 79701		7. Lease Name or Unit Agreement Name Harper State
4. Well Location Unit Letter <u>K</u> <u>2260</u> feet from the <u>South</u> line and <u>2310</u> feet from the <u>West</u> line Section <u>16</u> Township <u>17S</u> Range <u>30E</u> NMPM County <u>Eddy</u>		8. Well Number <u>5</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3676' GR		9. OGRID Number 229137
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/>		10. Pool name or Wildcat Loco Hills Paddock
Pit type <u>Drilling</u> Depth Groundwater <u>150</u> Distance from nearest fresh water well <u>1000'</u> Distance from nearest surface water <u>1000'</u>		
Pit Liner Thickness: <u>12</u> mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:
PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Pit Closure ☒

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

COG Operating LLC proposes to close Drilling pit as follows:

1. Remove fluids from pit.
2. A Deep Trench pit will be constructed next to the existing reserve pit and lined with a 12 mil liner, the contents will be encapsulated in this pit and liner will be folded over the mud and cuttings.
3. Cover liner with 20 mil liner with excess of 3' on all sides as per option IV.B.3.(b) of the Pit and Below-Grade Tank Guidelines..
4. Cover with a minimum 3' of native soil.
5. Contour pit to prevent erosion and ponding of rainwater.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any 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 ☐

SIGNATURE Jerry W. Sherrell TITLE Production Clerk DATE 4/26/2006

Type or print name Jerry W. Sherrell E-mail address: DKuykendall@conchoresources.com Telephone No. (432) 685-4372

For State Use Only

APPROVED BY Accepted for record - NMOCD TITLE Garry Guye DATE APR 28 2006
Conditions of Approval (if any): Deputy Field Inspector
District II - Artesia

Accepted for record - NMOCD

12/20/06

COG Operating

Harper State Well #5

Eddy County, New Mexico 88220

Closure Began 7/24/06

Closure Finished 7/26/06

