District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 8 District III 1000 Rio Brazos Road, Aztec, NM 8741 District IV 1220 S. St. Francis Dr., Santa Fe, NM 8750

Energy Minerals and Natural Resourches 16 Proposition of State of New Mexico

Oil Conservation Division

Oil Conservation Division

For downstream facilities, submit to Santa Fe office.

For downstream facilities, submit to Santa Fe office.

## Pit or Below-Grade Tank Registration or Closure

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

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

Operator: Southwestern Energy Production Co. Telephone: (281) 618-4887 e-mail address: martha_howard@swn.com							
Address: 2350 N Sam Houston Parkway East, Suite 300 Houston, Texas 77032							
Facility or well name: Corral Fly Federal #1H API #: 3	0-015- 35 6 23 U/L or Qtr/Qtr G 32.144908° Longitude 103	$Sec 10 \qquad T 25S \qquad R 29E$					
County: Eddy Latitude	32.144908° Longitude 103	. <b>968589°</b> NAD: 1927 <b>☑</b> 1983 □					
Surface Owner: Federal 🗌 State 🔀 Private 🔲 Indian 🔲							
<u>Pit</u>	Below-grade tank						
Type: Drilling T Production Disposal	Volume:bbl Type of fluid:						
Workover ☐ Emergency ☐	Construction material:						
Lined 🗷 Unlined 🔲	Double-walled, with leak detection? Yes  If not, explain why not.						
Liner type: Synthetic   Thickness 12 mil Clay   Pit Volume 10000 bbl							
Double to annual mater (mortical distance Complete Control of Cont	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) <b>0</b>					
high water elevation of ground water.)	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) <b>0</b>					
	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) <b>0</b>					
irrigation canals, ditches, and perennial and ephemeral watercourses.)	1000 feet or more ✓	( 0 points)					
	Ranking Score (Total Points)	0					
your are burying in place) onsite  offsite  If offsite, name of facility_ remediation start date and end date. (4) Groundwater encountered: No  \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	es 🔲 If yes, show depth below ground surface_	al description of remedial action taken includingft. and attach sample results.					
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: 5/14/2007  Printed Name/Title Martha Howard / Regulatory Analyst  Your certification and NMOCD approval of this application/closure does notherwise endanger public health or the environment. Nor does it relieve the regulations.		nts of the pit or tank contaminate ground water or					
Approval: 5/11/07 Printed Name/Title	2. Signature Speed	Date:					
	THE SEPRES						

OPERATOR'S COPY

Form 3160-3 (February 2005)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM	APPR	OV.	ED
OMB N	lo. 100	4-01	37
OMB N Expires	March	31.	200

Lat.

MAY 1 6 2007 Lease Serial No. NM-15303

APPLICATION FOR PERMIT TO	ORILL OR REENTER		76, If Indian, Allotee	or Tribe Name	
la. Type of work: DRILL REENTE	R		7 If Unit or CA Agreement, Name and No.		
lb. Type of Well: Oil Well Gas Well Other	✓ Single Zone  Multiple Zone		8. Lease Name and Well No. Corral Fly Federal 1-H		
2. Name of Operator Southwestern Energy Production Comp	any		9. API Well No.		
3a. Address 2350 N. Sam Houston Parkway East, Suite 125 Houston, Texas 77032	3b. Phone No. (include area code) (281) 618-4887		10. Field and Pool, or Exploratory  Corral Canyon, Delaware, NW		
4. Location of Well (Report location clearly and in accordance with any	State requirements.*)		11. Sec., T. R. M. or B	lk. and Survey or Area	
At surface 2520' FNL & 1650' FEL of Sect. 10, At proposed prod. zone 200' FNL & 1860' FEL of Sect. 10, 7		ł	Sec 10, T25S -	R29E	
14. Distance in miles and direction from nearest town or post office*			12. County or Parish  Eddy	13. State NM	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	160	17. Spacing	g Unit dedicated to this	well	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 7,423' MD / 5,300' TVD		BLM/BIA Bond No. on file ES-0051		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3,038' GL	22. Approximate date work will star 04/30/2007	rt*	23. Estimated duration 24 days	n	
	24. Attachments			·- ·	
The following, completed in accordance with the requirements of Onshor	e Oil and Gas Order No.1, must be a	ttached to thi	s form:		
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office).</li> </ol>	Lands, the ltem 20 above).  5. Operator certific 6. Such other site	cation	·	existing bond on file (see	
25. Signature Martha C. Howar	Name (Printed/Typed) Martha Howard			Date 03/19/2007	
Title Staff Regulatory Analyst					
Approved by (Signature)			s Stovall	Date 5/11/07	
Title FIELD MANAGER	Office CARLSE	BAD FI	ELD OFFIC	E	

Conditions of approval, if any, are attached.

APPROVAL FOR TWO YEARS

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to

\*(Instructions on page 2)

conduct operations thereon.

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

SEE ATTACHED FOR CONDITIONS OF APPROVAL