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

Approval.

Date. MAY 2 3 2008

Printed Name/Title:

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



Signed By Mile Beauce

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

Pit or Below-Grade Tank Registration or Closure

MAY 2 1 2008

| | below-grade tank X Closure of a pit or below-grade | |
|--|--|-----------------------------------|
| Operator Nearburg Producing Company Telephone: 68 Address: 3300 N A St., Bldg 2, Ste 120, Midland, TX | | Pnearburg.com |
| Facility or well name: Boyd State 261- #1 | | L Sec 26 T 19S R 25E |
| County: Eddy Latitude Longitude | | wner Federal State Private Indian |
| Pit Type: Drilling Production Disposal Workover Emergency Lined Unlimited Liner type: Synthetic Thicknessmil Clay Pit Volumebbl | Below-grade tank Volume:bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes If not, explain why not | |
| Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) | Less than 50 feet | (20 points) |
| | 50 feet or more, but less than 100 feet | (10 points) |
| | 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) |
| Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.) | Less than 200 feet | (20 points) |
| | 200 feet or more, but less than 1000 feet | (10 points) |
| | 1000 feet or more | (0 points) |
| | Ranking Score (Total Points) | 0 |
| 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 offsite, name of facility (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No Yes offsite offsite, show depth below ground surface fit. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations. Additional Comments. | | |
| 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 [X], a general permit [], or an (attached) alternative OCD-approved plan []. Date: | | |
| Printed Name/Title: Sarah Jordan, Production Analyst Signature: S | | |