<u>District I</u>
1625 N. French Dr., Hobbs, NM 88240
<u>District II</u>
1301 W. Grand Avenue, Artesia, NM 88210
<u>District III</u>
1000 Rio Brazos Road, Aztec, NM 87410
<u>District IV</u>
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 X No

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank U JUN 0-4-2008		
•	e: 432-631-3457 e-mail address:	
Address:PO_Box_2267, Midland TX 79702 Facility or well name: Chama 3 Fed Com #2H API #: 30-015-36208U/L or Qtr/Qtr_SESec_3T18SR23E		
Facility or well name: Chama 3 Fed Com #2H API#: 3	80-015-36208 U/L or Qtr/Qtr SE	Sec31_18\$k23E
County: Eddy Latitude		FEL NAD. 1927 🗌 1983 🗍
Surface Owner: Federal X State Private Indian Lease Serial #NM100530		
Below-grade tank		
Type: Drilling Production Disposal D	Volume:bbl Type of fluid:	
Workover ☐ Emergency ☐	Construction material:	
Lined 2 Unlined	Double-walled, with leak detection? Yes If not, explain why not	
Liner type: Synthetic Thickness 12 mil Clay		
Pit Volume/0 600 bbl		
	Less than 50 feet	(20 points)
Depth to ground water (vertical distance from bottom of pit to seasonal		i ·
high water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points)
	100 feet or more	(Opoints)
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)
water source, or less than 1000 feet from an other water sources y	<u> </u>	
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	(Opoints)
	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		
your are burying in place) onsite Moffsite If offsite, name of facility		
, \sim		
remediation start date and end date. (4) Groundwater encountered No [C] Yes [] If yes, show depth below ground surfaceft and attach sample results		
(5) Attach soil sample results and a diagram of sample locations and excavations		
Additional Comments RECLAIM DRILLING PIT PER OCD REGULATIONS: DIG DEEP BURIAL HOLE.		
LINE WITH 12-MIL LINER. MIX ALL CONTENTS IN PIT TO STIFFEN AND PLACÉ		
IN ENCAPSULATION TRENCH; CAP WITH 20-MIL LINER, COVER WITH 3' OR MORE		
TOP SOIL OR LIKE MATERIAL. PULL SAMPLES FROM BOTTOM OF PIT: IF SAMPLES		
PASS, BACKFILL OLD DRILLING PITS WITH CLEAN TOP SOIL.		
CONTRACTOR OF THE PROPERTY OF		
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. 5/30/08 MORGAN TOOLS CO., LLC		
Printed Name/Title Stephen Wilson, Foreman Signature Stephen Wilson		
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		
regulations. The performance of		
Approval: Printed Name/TitleSignature Signed By Mile Branches Date JUN 0 4 2008		
Printed Name/Title	Signature Signed By Mily Bran	POLICE DATE UN O A 2008
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NOTIFY OCD 24 HOURS PRIOR to beginning closure and 24 HOURS PRIOR to obtaining samples. Samples are to be obtained from pit area and analyses submitted to OCD prior to back-filling. If burial trench is to be constructed in pit area, samples are to be obtained and analyses submitted to OCD PRIOR to lining trench.