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

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

For downstream facilities, submit to Santa Fe

Form C-144

June 1, 2004

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

office

Pit or Below-Gra	ade Tank Registration or Closi	ure 112 13 14 15 16
Is pit or below-grade ta	nk covered by a "general plan"? Yes Nor below-grade tank Closure of a pit or below-grade	OX
Operator: Parallel Petrolcum Corporation Telephone: Address: 1004 N. Big Spring Street, Suite 400, Midland, Texas 79 Facility or well name. Juke Box 1921-10 Federal #1 API #: 30-	432-684-3905 e-mail address: g	miller@hec enviro.com JAM RECEIVED RECEIVED RECEIVED ROSE - ARTESIA
Pit  Type: Drilling X Production Disposal Workover Emergency Lined X Unlined Liner type: Synthetic X Thickness 12 mil Clay Pit Volume 25,000 bbl	Below-grade tank  Volume:bbl Type of fluid  Construction material:  Double-walled, with leak detection? Yes	
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) 750'	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) ( 0 points)
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points) ( 0 points) 0
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) ( 0 points)
	Ranking Score (Total Points)	0
If this is a pit closure: (1) Attach a diagram of the facility showing the pit your are burying in place) onsite  offsite  If offsite, name of facility_remediation start date and end date. (4) Groundwater encountered: No  4.5 Attach soil sample results and a diagram of sample locations and excavariant Additional Comments:	Yes If yes, show depth below ground surface	description of remedial action taken including
The drilling pit for this site will be closed as per the attached Pit Closure Plan.		
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: 1-15-07  Printed Name/Title Gary Miller, Agent Phone 432/682/4559  Your certification and NMOCD approval of this application/closure does to otherwise endanger public health or the environment Nor does it relieve to regulations.	Signature  Signature Signature of liability should the content the operator of its responsibility for compliance with	ative OCD-approved plan
Approval: Printed Name/Title Wisherd II Segres	Signature	Date: 1/2Mo7

## Pit Closure Plan - Drilling Pit

Operator: Parallel Petroleum Corporation

Well Name: Juke Box 1921-10 Federal #1, API # 30-015-35026

Location: Unit P, Section 10, Township 19 S, Range 21 E, Eddy County, NM

1. Any remaining liquids will be removed from the pit.

2. Remaining solid wastes (i.e. buckets, cans, miscellaneous trash, debris, contaminated solids, etc.) will be removed from the pit, except for dried mud and cuttings, cement, and frac materials in drilling and reserve pits which have been approved by the OCD for encapsulation.

3. This well did not penetrate a salt section and was drilled with less than 9.5 lb/gal brine. Therefore, the drilling pit will be closed by encapsulation:

It is proposed to bury the drill cutting in place and not remove or trench the cutting if it can be done so that a minimum of 3' of fill can be placed over the material. A 20 mil liner will be placed over the drill cutting before the area is backfilled.

If this method can not be used, trench burial will be utilized for burial and capping of the drilling mud and cuttings. Up to two trenches (approximately 5 feet wide x 10 feet deep x 125 feet length) will be dug next to the pit and the cuttings buried and capped. The trenching and capping will be accomplished by lining the trench with an impervious, reinforced, synthetic or fabricated liner at least 12 mils in thickness; mixing earthen materials with the pit contents, as necessary to stiffen the pit contents sufficiently to provide stability and support for the trench cap; emplacing the stiffened mud and cuttings into the lined trench; capping the trench with a 20 mil minimum thickness impervious, fiber reinforced, synthetic or fabricated liner (the synthetic liner will overlap the trench area by at least 3 feet in all directions); and covering the trench with a minimum of 3 feet of clean soil that is capable of supporting native plant growth.

4. Since this is a federal well, the Bureau of Land Management (BLM) will be contacted for site reclamation requirements.