1220 S St Francis Dr., Santa Fe, NM 87505

regulations.

Approval:

Printed Name/Title

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505 June 1, 2004

drilling and production facilities, submit to

Form C-144

For drilling and production facilities, submit to appropriate NMOCD District 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 No x Registration of a pit or below-grade tank Closure of a pit or below-grade tank XX Operator: Morexco, Inc (15262) Telephone: 432 684-6381 e-mail address: ann.ritchie@wtor.net Address: c/o P.O. Box 953, Midland, TX 79702 Facility or well name: _Sun State, _ Well #_1_API #: 30 015 _24774 _U/L or Qtr/Qtr_A_Sec_7_ T18S_ R28E_ OCD_ARTESIA __Latitude: _____ Longitude: _____ NAD: 1927 X 1983 County: ___Eddy___ Surface Owner: Federal State X Private Indian \square Pit Below-grade tank Type: Drilling Production X bbl Type of fluid: Disposal [Volume: ____ Workover Emergency Construction material: Lined X Unlined [Double-walled, with leak detection? Yes \(\sigma\) If not, explain why not. Liner type: Synthetic X Thickness 20 mil Clay [Pit Volume: 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) high water elevation of ground water.) X 100 feet or more (0 points) Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic X No (0 points) water source, or less than 1000 feet from all other water sources.) 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) irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more X (0 points) **Ranking Score (Total Points)** 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 X If offsite, name of facility C. R. I. ______. (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No X Yes I If yes, show depth below ground surface fl. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations. Additional Comments: Cardinal Laboratories report of 7-1-08 attached. Closed pit w/clean top soil on 7-23-08. Filed in accordance with August 29th deadline as per OCD. Method & testing as per instructions from Mike Bratcher. 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: __7-28-08__ ANN E. P. tehie Printed Name/Title ___ Regulatory Agent_ Signature

Final Closure - Prod. Pit

Signature 7433 DAUG 1 3 2008

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 otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or

accepted for record

NMOCD



ANALYTICAL RESULTS FOR MOREXCO, INC. ATTN: DEEG BECKER P.O. BOX 51208 MIDLAND, TX 79710 FAX TO: (432) 684-4369

Receiving Date: 06/30/08
Reporting Date: 07/01/08
Project Number: NOT GIVEN
Project Name: SUN STATE

Project Location: NOT GIVEN

Sampling Date: 06/30/08 Sample Type: SOIL Sample Condition: INTACT Sample Received By: AB

Analyzed By: CK/HM

ANALYSIS DATE	06/30/08	06/30/08	06/30/08
H15077-1 FLOOR	<10.0	<10.0	<16
H15077-2 WALL COMPOSITE	<10.0	<10.0	32
Quality Control	423	431	500
True Value QC	500	500	500
% Recovery	84.6	86.2	100
Relative Percent Difference	6.5	11.3	<0.1

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; Std. Methods 4500-CFB *Analyses performed on 1:4 w:v aqueous extracts.

Chemist

Date

H15077TCL MOREXCO