District I
1625 N. French Dr., Hobbs, NM 88240
District 11
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 8741 0
District IV
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 Form C-144
June 1, 2004
For drilling and productive accilities, submit to appropriate NNIOCD District Office.
For downstream applitudes submit to Santa Fe office

Pit or Below-Grade Tank Re.gistration or Closure Is pit or below-grade tank covered by a "general plan"? Yes No Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: Mack Energy Corporation Telephone: (505) 748-1288 e-mail address: jerrys@mackenergycorp.com		
Operator: P.O. Box 960 Artesia, NM 88211-0960		
Facility or well name: Southgate Federal #1 API # 3	0.015.34099 U/L or Qtr/Qtr D	See 35 T 18S R 23E
P 1 1	Longitude	
Surface Owner: Federal X State Private Indian		
Pit	Below-grade tan	
Type. Drilling X Production Disposal	Volume:bbl Type of fluid:	······
Workover	Construction material:	
Lined Unlined	Double-walled, with leak detection? Yes If not, explain why not.	
Liner type: Synthetic ☐ Thickness 12 mil Clay ☐		
Pit Volume 3000 bbl		
Double to see a second	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.)	I 00 feet or more	(0 points) 0 Points
	Yes	(20 points)
Wellhead protection area: (Less than 200 feet from a private domestic	No	(O mainta)
water source, or less than I 000 feet from all other water sources.)	110	0 Points
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than I 000 feet	(I 0 points)
migation values, and personnal and epitomoral values of the second secon	1000 feet or more	(0 points) 0 Points
	Ranking Score (Total Points)	0 Points
Ifthis 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 offsite from If 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 🔲 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:		
I hereby certify that the information above is true and complete to the best ofmy 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: 9/26/06		
Printed Name/Title Jerry W. Sherrell/Production Clerk Signature Levy W. Sherrell/Production Clerk		
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		
I athomysica and amount 10 to 2 to 1 to 2 to 1 to 2 to 1 to 1 to 1		
Approval: Printed Name/Title Date: Otherwise endanger pulpic health of the environment. Nor does it relieve the operator offits responsibility for compliance with any other federal, state, or local laws and/or regulations. Date:		
Printed Name/Title	Signature	Date: 9/28/06