

ALLSTATE ENVIRONMENTAL SERVICES, LLC

P.O BOX 11322 MIDLAND, TEXAS 79702 OFFICE: (432) 682-3547

FAX: (432) 682-4182 Contractors License #94195 30-015-34624



July 11, 2006

New Mexico Oil Conservation Division District 2 1301 Grand Avenue Artesia, New Mexico 88210

Dear Sir/Ma'am

Included in this mailing is the closure report for COG Operating Corp. RJ Unit #132 lease. As indicated in the summary the pit closure work was begun on July 6, 2006 and completed on July 11, 2006.

Any concern or questions regarding this site may be addressed to Randy Offield, Allstate Environmental Services, at 432-682-3547 or his e-mail address at allstateenviro@sbcglobal.net

Sincerely Mark Meadows for Randy Offield-Owner Allstate Environmental Services

cc: COG Operating Corp.-Artesia, N.M. Allstate Environmental Svcs. file

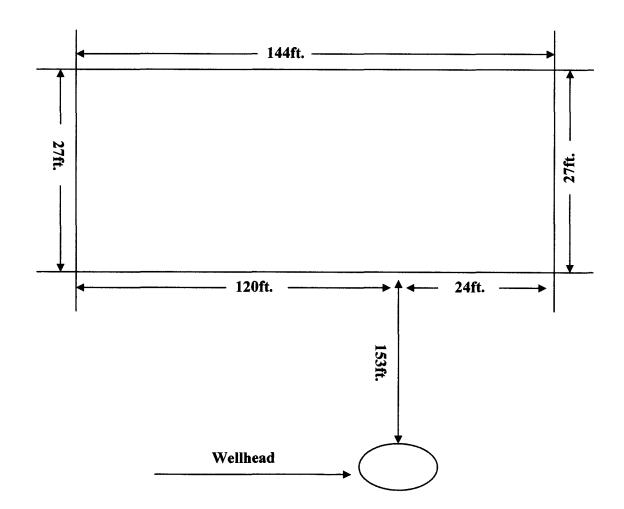
Subtitit 3 Copies To Appropriate District	State of New Mexico	Form C-103
Office District I	Energy, Minerals and Natural Resou	rces May 27, 2004
1625 N. French Dr., Hobbs, NM 88240		WELL API NO.
District 11 1301 W. Grand Ave., Artesia, NM \$8210	OIL CONSERVATION DIVISI	ON 30-015-34624 5. Indicate Type of Lease
District III	1220 South St. Francis Dr.	STATE FEE
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM		LC-028775B (FEDERAL)
87505 SUNDRY NOT	ICES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPO	SALS TO DRILL OR TO DEEPEN OR PLUG BACK T	
DIFFERENT RESERVOIR. USE "APPLIC PROPOSALS.)	CATION FOR PERMIT" (FORM C-101) FOR SUCH	RJ Unit
1. Type of Well: Oil Well	Gas Weil Other	8. Well Number 132
2. Name of Operator		9. OGRID Number
COG Operating LLC		229137
3. Address of Operator	1 777 20701	I 0. Pool name or Wildcat
550 W. Texas, Suite 1300 Midlan	d, 1X /9/01	Grayburg Jackson SR Q G SA
4. Well Location	330 feet from the North line	and 1650 feet from the West line
Offit Detter	1000 Hom the mile	OCC FAL.
Section	Township 1/S Range 11. Elevation (Show whether DR, RKB, RT,	THAT IN
	3536' GR	OR, etc./
Pit or Below-grade Tank Application		
Pit type Drilling Depth Groundw	rater 110' Distance from nearest fresh water well 10	000' Distance from nearest surface water 1000'
Pit Liner Thickness: 12 mil	Below-Grade Tank: Volume 3000	bbls; Construction Material
12. Check	Appropriate Box to Indicate Nature of	Notice, Report or Other Data
NOTICE OF I	STENTION TO:	CURRENT PEROPT OF
PERFORM REMEDIAL WORK	NTENTION TO: 3 PLUG AND ABANDON □ REMED	SUBSEQUENT REPORT OF: IAL WORK
TEMPORARILY ABANDON		INCE DRILLING OPNS. PANDA
PULL OR ALTER CASING		CEMENT JOB
OTHER: Pit Closure	■ OTHER	
		etails, and give pertinent dates, including estimated date tions: Attach wellbore diagram of proposed completion
Mack Energy Corporation proposes to close Drilling pit as follows:		
Emorgy Corporation propos	co to close Diming pit as tonows.	
1. Remove fluids from pit.		
2. A Deep Trench pit will be constructed next to the existing reserve pit and lined with a 12 mil liner, the contents will be		
encapsulated in this pit and liner will be folded over the mud and cuttings.		
3. Cover liner with 20 mil liner with excess of 3' on all sides as per option IV.B.3.(b) of the Pit and Below-Grade Tank Guidelines		
4. Cover with a minimum 3' of na		
5. Contour pit to prevent erosion	and ponding of rainwater.	
•		RECEIVED
		MAY 1 2 2006
		CINTANTEON
grade tank has been/will-be positructed or	above is true and complete to the best of my kn r closed according to NMOCD guidelines 🔀 a general	owledge and belief. I further certify that any pit or below- permit or an (attached) alternative OCD-approved plan
	Sheull TITLE Production	
SIGNATURE Juy 4.		Clerk DATE 5/11/2006
Type or print name Jerry W. Sherr	ell E-mail address: DKuyk	endali@conchoresources.com_ Telephone No. (432) 685-4372
For State Use Only	NO)	
APPROVED DV		
APPROVED BY: Conditions of Approval (if any):	TITLE	DATEDATE
or represent in any).		MAY 1 2 2006
		12/20/06

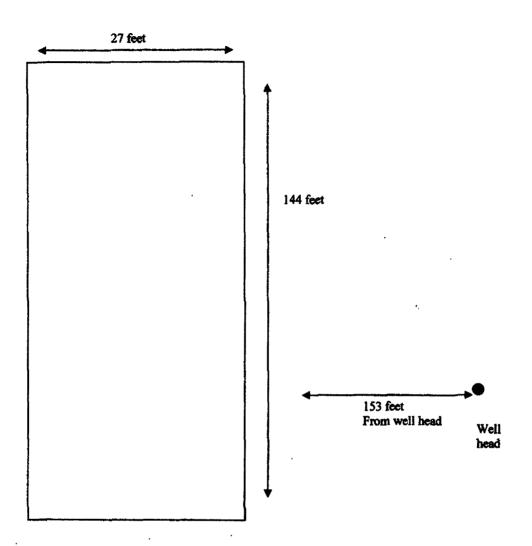
COG Operating

RJ Unit #132

Eddy County, New Mexico 88220

July, 2006





COG OPERATING LLC R J UNIT #132 EDDY COUNTY, NM API #: 30-015-34624

CLOSURE BEGAN: 7-6-2006 CLOSURE COMPLETED: 7-11-2006

27 feet wide 144 feet long 153 feet from well head