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**

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

June 1, 2004 For drilling and production facilities, submit to appropriate NMOCD District Office.

Form C-144

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 Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank		
Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank		
Operator: Parallel Petroleum Corporation Telephone:	432-684-3905 e-mail address: gm	niller@hec-enviro.com  NATION  NATION
Address: 1004 N. Big Spring Street, Suite 400, Midland, Texas 797		Marie
Address: 1004 N. Big Spring Street, Suite 400, Midland, Texas 79701  Facility or well name: Hannah 33 Federal #4  API #: 30-015-35087  U/L or Qtr/Qtr Unit A Sec 33 T 185  R 21E RECENED  ARTESIA		
Facility or well name: Hannah 33 Federal #4  API #: 30-015-35087  U/L or Qtr/Qtr Unit A Sec 33 T 18S  County: Eddy  Latitude 32° 42' 34.4" N  Longitude 104° 47' 34.6" W  NADOCO 7 X 1983		
Surface Owner: Federal X State Private Indian		
<u> </u>	Delaw goods tools	LEDE GZ &Z LZ GZ GZ YD
Pit	Below-grade tank	25.82[5.90
Type: Drilling X Production Disposal Volume:bbl Type of fluid:		· · · · · · · · · · · · · · · · · · ·
Workover	Construction material:	
Lined X Unlined	Double-walled, with leak detection? Yes  If not, explain why not.	
Liner type: Synthetic X Thickness 12 mil Clay		
Pit Volume 25,000 bbl		
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) 750'	Less than 50 feet	(20 points)
	50 feet or more, but less than 100 feet	(10 points) <b>0</b>
	100 feet or more	( 0 points)
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) <b>0</b>
water courses, or reas man roos seet from an outer water courses,	Less than 200 feet	(20 points)
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points) <b>0</b>
	1000 feet or more	
	1000 feet of more	( 0 points)
	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) Indic	ate disposal location: (check the onsite box if
your are burying in place) onsite X offsite I 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 excavat	ions.	
Additional Comments: Pit to be used as a fresh water storage or frac pit, no fluids will be flowed back into the well during completion activities. Therefore the pit		

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 (attache \_\_\_ alternative OCD-approved plan \_\_\_.

closure will consist of removal of any water, which will be taken to another Parallel location and folding the pit liner down into the pit and covering it with at least 3'

Date: 1-15-07

Printed Name/Title Gary Miller, Agent Phone 432/682/4559

of soil. The surface of the pit area will be recontoured and reclaimed to BLM specifications.

Signature

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 regulations.

Approval:

Jem W. Grenn Vished II Segresvess