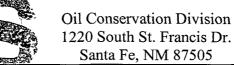
District I 1625 N. French Dr., Hobbs, NM 88240 District II
1301 W Grand Avenue, Artesia, NM 88210 District III 1000 R10 Brazos Road, Aztec, NM 87410 District IV

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

## Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes x No faction: Registration of a pit or below-grade tank Closure of a pit or below-grade

Type of action. Itegistation of a pit	or below-grade tank \( \subseteq Closule of a pit of below-\( \)	, add tam.
OperatorChi Operating, IncTelephone:432-685-5001e-mail address: garyw@chienergyinc.com		
Address _212 North Main Midland , TX 79701		
Facility or well name: _Crozier 28 Federal No. 1API #: 30-015-35573U/L or Qtr/Qtr Sec28 T _21S _R26E		
County: _Eddy Latitude Longitude NAD: 1927 🗌 1983 🗌		
Surface Owner: Federal  State x Private Indian		
<u>Pit</u>	Below-grade tank	
Type: Drilling x Production Disposal	Volume:bbl Type of fluid:  Construction material:  Double-walled, with leak detection? Yes	
Workover		
Lined Unlined		
Liner type: Synthetic Thicknessmil Clay _		
Pit Volumebbl		
	Less than 50 feet	(20 points)
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points)
	100 feet or more	( 0 points)
	100 rect of more	( o 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	(20 points)
	No	( 0 points)
	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)
	· ·	` · · ·
	1000 feet or more	( 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		
your are burying in place) onsite offsite 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:		
Chi Operating, Inc. request approval from the NMOCD to move dried drilling cuttings from a closed loop system at the Crozier 28 Federal No. 1 well site to an approved open		
pit located at the WC 4 No. 4 well site. These cuttings will be deep buried with the cuttings currently in the drilling 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 guidelinesX, a general permit \(\Boxed{\omega}\), or an (attached) alternative OCD-approved plan \(\Boxed{\omega}\).		
D		
Date6-09-07  Printed Name/Title Gary Womack/Engineer Signature Gary Womack		
Your certification and NMOCD approval of this application/closure does not relieve the operator of hability 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.  Printed Name/Title Signature Date:		