District I
1625 N. French Dr , Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztoc, 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 For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe office

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 No X Type of action Registration of a pit or below-grade tank X Closure of a pit or below-grade tank ddupham@pphattet-perrol.com 432-684-3905 Operator: Parallel Petroleum Corporation Telephone. e-mail address: 1004 N. Big Spring Street, Suite 400, Midland, Texas 79701 Facility or well name. Match Box Federal 19 21-1 #1 API# 3001534640 U/L or Otr/Oti O Sec 1 T 19S R 21E 104° 44' 40.88" W NAD. 1927 X 1983 County. Eddy Latitude 32° 41' 01.27" N Longitude Surface Owner Federal X State Private Indian Below-grade tank Type Drilling X Production Disposal D bbl Type of fluid: Volume Construction material: RECEIVED Double-walled, with leak detection? Yes If not, explain why not Lined X Unlined MAY 2 3 2006 Liner type: Synthetic X Thickness 12 mil Clay **WWW.Techa** Pit Volume 10,000 bbl 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.) 750' 100 feet or more (0 points) Yes (20 points) Wellhead protection area (Less than 200 feet from a private domestic O 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 (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) onsiteX offsite \(\bigcap \) If offsite, name of facility (3) Attach a general description of remedial action taken including ft. and attach samp remediation start date and end date. (4) Groundwater encountered. No X Yes 🔲 If yes, show depth below ground surface (5) Attach soil sample results and a diagram of sample locations and excavations. Additional Comments The drilling pit for this site will be closed as per the attached Pit Closure Plan. 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: 5-17-06 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 responsibility for compliance with any other federal, state, or local laws and/or regulations Approval DaMAY 2 3 2006 Printed Name/Title



Highlander Environmental Corp.

Midland, Texas

JUL - 3 ZUU/ OCD-ARTESIA

June 28, 2007

Mr. Mike Bratcher State Of New Mexico, Oil Conservation Division 1301 W. Grand Ave. Artesia, New Mexico 88210

Re: Parallel Petroleum Corporation, Pit Closures Eddy and Chaves Counties, New Mexico

The attached are copies of the approved C-144 pit closures for several wells drilled by Parallel Petroleum Corporation. These pits were closed over the course of the past 6 months. The contractor, Sweat Construction performed all of the closures and in conversation with you last month I found that while they had contracted your office that they were closing the sites, no paper work had been forwarded to you. On the attached C-144's I have noted the date of the closure and if the pit contents were taken to disposal or trench buried. This should catch us up on paperwork for the pits that have been closed to date.

Should you need additional information regarding this issue, please contact me at 432-682-4559 or my email address at gmiller@hec-enviro.com.

Sincerely,

Gary Miller, Agent

Highlander Environmental Corp.