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

For drilling and production facilities, submit to appropriate NMOCD District Office. For downstream facilities, submit to Santa Fe

105 South Fourth Street, Artesia. NM 88210

MUST BE APPROVED BEFORE CLOSURE MAY COMMENCE.

Pit or Below-Grade Tank Registration or Closure

SEP 19 7007 Called Market and

Form C-144

March 12, 2004

Is pit or below-grade tank covered by a "general plan"? Yes CheckBoxl Type of action Registration of a pit or below-grade tank

Closure of a pit or below-grade tank Telephone. 505-748-4376 e-mail address debbiec@ypcnm.com Operator Yates Petroleum Corporation Address: 104 South 4th Street, Artesia, New Mexico 88210 ABO 016 35177U/L or Otr/Otr O, SWSE Sec 25 T 23S R24E Facility or well name Samuel Smith Federal Unit #4 NAD 1927 ♥ 1983 ☐ Surface Owner. Federal ♥ State ☐ Private ☐ Indian ☐ County Eddy Latitude Longitude Pit Below-grade tank Type. Drilling Production Disposal Volume _bbl Type of fluid __ Construction material Double-walled, with leak detection? Yes If not, explain why not Lined Unlined Liner type Synthetic M Thickness 12 mil Clay Wolume 24,000 (20 points) Less than 50 feet Depth to ground water (vertical distance from bottom of pit to seasonal high (10 points) 50 feet or more, but less than 100 feet water elevation of ground water) (0 points) 100 feet or more Yes (20 points) Wellhead protection area (Less than 200 feet from a private domestic 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 irrigation canals, ditches, and perennial and ephemeral watercourses) 1000 feet or more (0 points) 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 onsite 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 surface ft. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations 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 [], a general permit [3], or an (attached) alternative OCD-approved plan []. d006 11818 Printed Name/Title Debbie L Caffall/Regulatory Agent Signature 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 1 9 2007 Signed By Mily Denness Signature AS A CONDITION OF APPROVAL, A DETAILED CLOSURE PLAN