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

1220 S. St Francis Dr , Santa Fe. NM-87505

State of New Mexico Energy Minerals and Natural Resources

Form C-144 June 1, 2004

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

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 Closure of a pit or below-grade tank .1111 26 2007 Operator REEF EXPLORATION, L. P. Telephone. 432-687-0323 e-mail address OCD-ARTESIA Address 508 WEST WALL STREET SUITE 700 MIDLAND, TEXAS 79701 Facility or well name FEDERAL "1" API#:30 DIS 35795 U/L or Otr/Otr Sec 1 **R31E** Latitude 32°20'20.6" Longitude 103°43'30.3" County EDDY NAD 1927 🔀 1983 🗍 Surface Owner Federal XX State Private Indian Below-grade tank Type Drilling X Production Disposal Volume: _bbl Type of fluid: ____ Construction material. Lined V Unlined Double-walled, with leak detection? Yes If not, explain why not Liner type Synthetic KKThickness 12mil Clay Pit Volume 18M 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.) 100'+ 100 feet or more 0 (0 points) 0 Yes (20 points) Wellhead protection area (Less than 200 feet from a private domestic No (0 points) 0 0 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 (0 points) 0 Ranking Score (Total Points) 0 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) 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 surface ft. and attach sample results (5) Attach soil sample results and a diagram of sample locations and excavations. Additional Comments 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 🔲, or an (attached) alternative OCD-approved plan 🔲. Date 07/24/07 Joe T. Janica Agent Printed Name/Title 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. regulations Signed By Mile Brance Date AUG 0 2 2007 Approval: Printed Name/Title