

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

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 NMOC District Office
For downstream facilities, submit to Santa Fe office

Pit or Below-Grade Tank Registration or Closure

DEC 17 2007

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 ☒

OCD-ARTESIA

Lynx Petroleum Consultants, Inc. Operator: _____ Telephone: 575-392-6950 e-mail address: lynxpet@leaco.net Address: P.O. Box 1708, Hobbs, NM 88241		
Facility or well name: Eddy BD State #2 API #: 30-015-35194 U/L or Qtr/Qtr B Sec 32 T 20S R 30E County: Eddy Latitude 32.5351957 Longitude -103.991613 NAD: 1927 <input type="checkbox"/> 1983 <input checked="" type="checkbox"/>		
Surface Owner: Federal <input type="checkbox"/> State <input type="checkbox"/> Private <input checked="" type="checkbox"/> Indian <input type="checkbox"/>		
Pit Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness 12 mil Clay <input type="checkbox"/> Pit Volume 15500 bbl	Below-grade tank Volume: _____ bbl Type of fluid: _____ Construction material: _____ Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not.	
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet (20 points) 50 feet or more, but less than 100 feet (10 points) 100 feet or more (0 points)	0
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)	0
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet (20 points) 200 feet or more, but less than 1000 feet (10 points) 1000 feet or more (0 points)	0
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) Indicate disposal location: (check the onsite box if you 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: (1) Attached (3) Attached, work to begin as soon as possible following permit approval

TRENCH BURIAL

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 NMOC District Office ☐, a general permit ☐, or an (attached) alternative OCD-approved plan ☒.

Date: 12-13-07

Printed Name/Title: Larry R. Scott/President

Signature

Larry R. Scott

Your certification and NMOC District Office 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:

Signature

Signed By

Mike Brannon

Date: DEC 19 2007

NOTIFY OCD 24 HOURS PRIOR to beginning closure and 24 HOURS PRIOR to obtaining samples. Samples are to be obtained from pit area and analyses submitted to OCD prior to back-filling.

If burial trench is to be constructed in pit area, samples are to be obtained and analyses submitted to OCD PRIOR to lining trench.

Elke Environmental, Inc.

P.O. Box 14167 Odessa, TX 79768
Phone (432) 366-0043 Fax (432) 366-0884

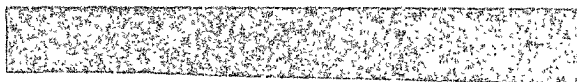
November 28, 2007

Lynx Petroleum
Attn: Larry Scott
3325 North Enterprise Drive
Hobbs, NM 88240

Re: Bid for Deep Bury of Drilling Pit

Mr. Larry Scott,

Elke Environmental bids the following amount on this drilling pit closure:



The bid includes excavation of the burial pit, lining with a 12 mil liner, mixing the drilling mud with dry soil to stiffen and placing in the burial pit. The burial pit will be capped with a 20 mil liner and backfilled with stockpiled soil. The drilling pit will be backfilled with stockpiled soil and contoured to the surrounding area. If NMOCD requires testing of the pit bottoms, the first 5 bottom samples are included. If contamination is present, the contamination can be assessed and remediated at a negotiated price. Elke Environmental will pay all cost for materials and labor. Full documentation will be provided for NMOCD closure. We thank you for the opportunity to bid on this job and if you have any questions please call me at the office.

Sincerely,

A handwritten signature in black ink, appearing to read 'Logan Anderson'.

Logan Anderson
NM Contractor License # 94380