District I 1625 N. French Dr., Hobbs, NM 88240 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 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 \(\sigma\) No \(\sigma\)

Type of action: Registration of a pit or below-grade tank \(\sigma\) Closure of a pit or below-grade tank \(X\)

Address. 1100 Mira Vista Blvd., Plano, TX 75093-4698 Facility or well name: Rio State No. 4 API #: 30-015-34653	e: 505-628-3932 e-mail address tommyfo U/L A Sec 36 T18S R24E 990' FNL and 660' FE N Longitude W NAD: 1927 [Below-grade tank N/A	DEC 18 2007
Type: Drilling X Lined X Liner type: Synthetic X Thickness: 12ml HDPE Liner Pit Volume: 2000 bbl. (Approximately)	Volume: N/A bbl Type of fluid: N/A Construction material: N/A Double-walled, with leak detection? If not, exp	plain why not.
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of groundwater.) Yates applied to drill a well in S36 in 2/93 but no water information exists. All other data shows approximately 300' to groundwater.	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) (0 points) 0 pts.
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No X Less than 200 feet	(20 points) (0 points) (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 1000 feet or more	(10 points) (0 points)
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's facility: N/A (4) Groundwater encountered: No X Yes If yes, show a diagram of sample locations and excavations.		
Additional Comments: NOTICE OF FINAL CLOSURE O	F DRILLING PIT ON AUGUST 27,	2007.
I hereby certify that the information above is true and complete to the best been/will be constructed or closed according to NMOCD guidelines X, a g Date 15 December 2007 Printed Name/Title: Tommy W. Folsom, Production Manager Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations.	Signature Signature of liability should the contents	proved plan □. of the pit or tank contaminate groundwater or
Approval: Printed Name/Title:	Signature Accepted for record NMOCD	Date: DEC 1 8 2007

Page Number: 1 of 1 Final Analysis for Orig. pit at 20'

Summary Report

Cheryl Winkler Murchison Oil & Gas Inc. P.O. Box 627 Carlsbad, NM, 88220

Report Date: August 16, 2007

Work Order: 7081618

Project Location: Final Analysis for Orig. pit at 20'

Project Name: Rio State #4

			Date	\mathbf{Time}	Date
Sample	Description	Matrix	Taken	\mathbf{Taken}	Received
$\overline{133369}$	N Wall & Floor	soil	2007-08-14	16:00	2007-08-16
133370	S Wall & Floor	soil	2007-08-14	16:40	2007-08-16
133371	E Wall & Floor	soil	2007-08-14	17:10	2007-08-16
133372	W Wall & Floor	soil	2007-08-14	17:50	2007-08-16

Sample: 133369 - N Wall & Floor

Param	Flag	Result	Units	RL
Chloride		218	mg/Kg	5.00

Sample: 133370 - S Wall & Floor

Param	Flag	Result	Units	RL
Chloride		197	m mg/Kg	5.00

Sample: 133371 - E Wall & Floor

Param	Flag	Result	Units	RL
Chloride		207	m mg/Kg	5.00

Sample: 133372 - W Wall & Floor

Param	Flag	Result	Units	RL
Chloride		215	mg/Kg	5.00

Work Order: 7062606 Rio State #4 Pit 2 & Original Pit Page Number: 1 of 2

Summary Report

Cheryl Winkler Murchison Oil & Gas Inc.

P.O. Box 627

Carlsbad, NM, 88220

Report Date: June 26, 2007

Work Order: 7062606

Project Name: Rio State #4 Pit 2 & Original Pit

			Date	Time	\mathbf{Date}
Sample	Description	Matrix	Taken	Taken	Received
$\overline{128557}$	N Wall & Floor Comp	soil	2007-06-25	07:00	2007-06-26
128558	S Wall & Floor Comp	soil	2007-06-25	07:10	2007-06-26
128559	E Wall & Floor Comp	soil	2007-06-25	07:15	2007-06-26
128560	W Wall & Floor Comp	soil	2007-06-25	07:20	2007-06-26
128561	SE Original Pit Comp	soil	2007-06-25	07:30	2007-06-26
128562	NE Original Pit Comp	soil	2007-06-25	07:35	2007-06-26
128563	S Original Pit Comp	soil	2007-06-25	07:40	2007-06-26

Sample: 128557 - N Wall & Floor Comp

Param	Flag	Result	Units	RL
Chloride		65.2	mg/Kg	5.00

Sample: 128558 - S Wall & Floor Comp

Param	Flag	Result	Units	RL
Chloride		73.9	mg/Kg	5.00

Sample: 128559 - E Wall & Floor Comp

Param	Flag	Result	Units	RL
Chloride		116	mg/Kg	5.00

Sample: 128560 - W Wall & Floor Comp

Param	Flag	Result	Units	RL
Chloride		470	mg/Kg	5.00

Sample: 128561 - SE Original Pit Comp

Report Date: June 26, 2007

Work Order: 7062606

Page Number: 2 of 2

Rio State #4 Pit 2 & Original Pit

Result Units RLParam Flag Chloride 3630 mg/Kg 5.00 Sample: 128562 - NE Original Pit Comp Param Flag Result Units RLChloride 3140 mg/Kg 5.00

Sample: 128563 - S Original Pit Comp

Param	Flag	Result	Units	RL_
Chloride		4930	mg/Kg	5.00

Work Order: 7061419 Rio State #4

Page Number: 1 of 2 Insitu pit outside of active pit

Summary Report

Chervl Winkler Murchison Oil & Gas Inc. P.O. Box 627

Carlsbad, NM, 88220

Report Date: June 14, 2007

Work Order: 7061419

Project Location: Insitu pit outside of active pit

Project Name:

Rio State #4

			Date	Time	Date
Sample	Description	Matrix	Taken	Taken	Received
$\overline{127374}$	SW Background	soil	2007-06-13	06:30	2007-06-14
127375	NE Background	soil	2007-06-13	06:40	2007-06-14
127376	N 1/4 Wall & Floor Comp	soil	2007-06-13	07:00	2007-06-14
127377	S 1/4 Wall & Floor Comp	soil	2007-06-13	07:10	2007-06-14
127378	E 1/4 Wall & Floor Comp	soil	2007-06-13	07:20	2007-06-14
127379	W 1/4 Wall & Floor Comp	soil	2007-06-13	07:40	2007-06-14

Sample: 127374 - SW Background

Param	Flag	Result	Units	RL
Chloride		76.9	m mg/Kg	5.00

Sample: 127375 - NE Background

Param	Flag	Result	Units	RL
Chloride		70.6	mg/Kg	5. 00

Sample: 127376 - N 1/4 Wall & Floor Comp

Param	Flag	Result	Units	RL
Chloride		176	m mg/Kg	5.00

Sample: 127377 - S 1/4 Wall & Floor Comp

Param	Flag	Result	Units	RL
Chloride		82.4	mg/Kg	5.00

Sample: 127378 - E 1/4 Wall & Floor Comp

Report Date: June 14, 2007 Work Order: 7061419 Page Number: 2 of 2
Rio State #4 Insitu pit outside of active pit

Param	Flag	Result	Units	RL
Chloride		141	mg/Kg	5.00

Sample: 127379 - W1/4 Wall & Floor Comp

Param	Flag	Result	Units	RL
Chloride		92.2	mg/Kg	5.00