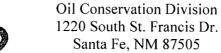
District I
1625 N French Dr , Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr , Santa Fe, NM 87505

## State of New Mexico Energy Minerals and Natural Resources

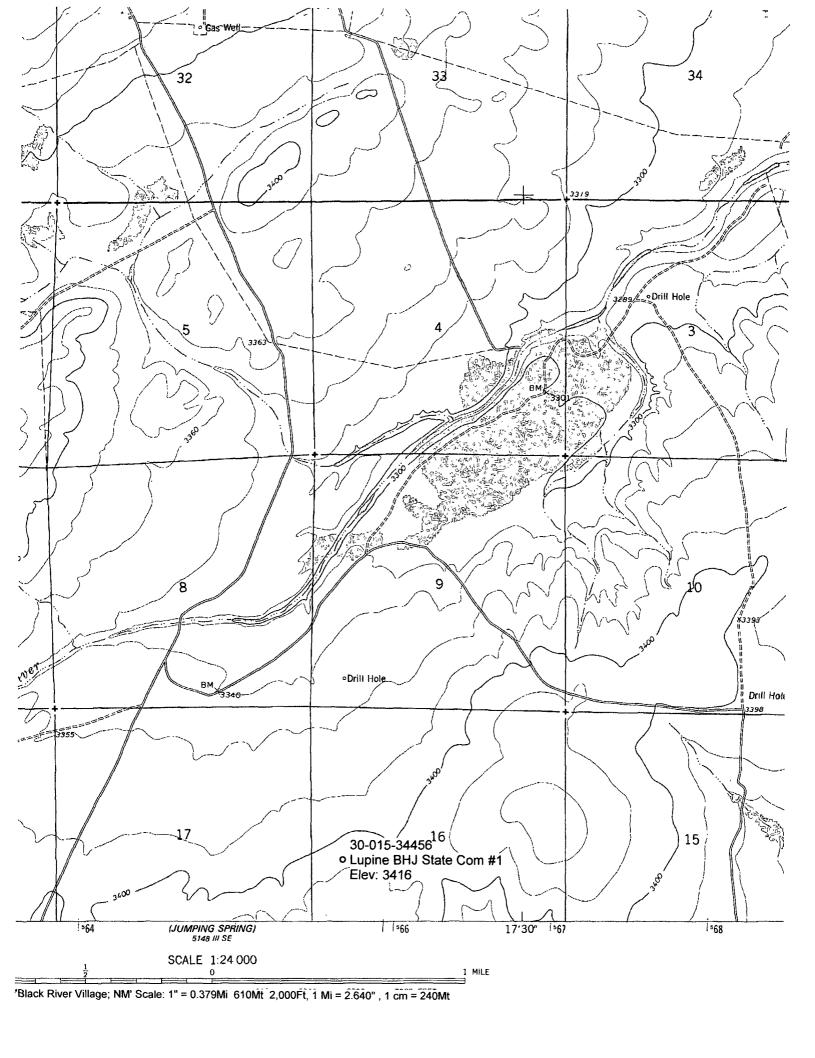
Form C-144 June 1, 2004

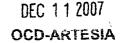


For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office



Operator <u>Yates Petroleum Corporation</u> Telephone <u>505-748-4500</u> e-mail Address <u>105 South 4<sup>th</sup> Street</u> . <u>Artesia, N M 88210</u>	address mikes@ypcnm com	•				
Facility or well name <u>Lupine BHJ State Com #1</u> API # 30-015-34456 U/L o	JAN 02 2008					
County Eddy Latitude 32 12849 Longitude 104 30	OCD-ARTESIA					
Surface Owner Federal State Private Indian	OCD-ARTESIA					
<u>Pit</u>	Below-grade tank					
Type Drilling Production Disposal D	Volumebbl Type of fluid					
Work over ☐ Emergency ☐  Lined ☑ Unlined ☐	Construction material  Double-walled, with leak detection? Yes   If not, explain why not					
Liner type Synthetic ☑ Thickness 12 mil Clay ☐	Double-wailed, with leak detection? Yes  I If not, explain why not					
Pit Volume 20,000 bbl						
Depth to ground water (vertical distance from bottom of pit to seasonal high	Less than 50 feet	(20 points)				
water elevation of ground water )	50 feet or more, but less than 100 feet	(10 points) XXXX				
The contains of ground matery	100 feet or more	( 0 points)				
Wellhead protection area (Less than 200 feet from a private domestic water	Yes	(20 points)				
source, or less than 1000 feet from all other water sources )	No	( 0 points) XXXX				
Determine the state of the stat	Less than 200 feet	(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	(10 points)				
inigation carais, ditenes, and perennar and epitemetar watercourses )	1000 feet or more	( 0 points) XXXX				
	Ranking Score (Total Points)	10 POINTS				
		·				
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relati	tionship to other equipment and tanks (2) Indicate dis	posal location (check the onsite box if you are burying				
in place) onsite 🖾 offsite 🔲 If offsite, name of facility <u>NA</u>	(3) Attach a general description of remedial action	taken including remediation start date and end date				
(4) Groundwater encountered No $\square$ Yes $\square$ If yes, show depth below ground s	urfaceft and attach sample results					
(5) Attach soil sample results and a diagram of sample locations and excavations						
Additional Comments Closure work plan for drilling pit The drilling pit content	nts will be mixed to stiffen the pit contents A encapsu	llation trench will be excavated and lined with a 12				
mil synthetic liner on former drilling pit site   Drilling pit contents will then be e	emplaced into the encapsulation trench A 20 mil synth	etic liner will then be placed over the pit contents				
with a minimum of a 3' over lap of the underlying trench areas The encapsulat	ion trench will then be backfilled to grade using a mini	mum of 3' of clean soil and like material A one call				
and 48 hour notice will be provided to the Oil Conservation Division before pit	closure actions begin					
Pit Closure actions to begin by NA Ending date NA						
(Ground Water well report attached)						
I hereby certify that the information above is true and complete to the best of my been/will be constructed or closed according to NMOCD guidelines, a g						
Date <u>12/26/2007</u>						
Printed Name/Title Mike Stubblefield / Environmental Regulatory Agent	Signature maus willip					
Your certification and NMOCD approval of this application/closure does not releadinger public health or the environment. Nor does it relieve the operator of it						
	- h					
Approval Gerry Guye	Derry July	JAN 1 7 2008				
Printed Name/Title Compliance Officer	Signature	Date:				







December 19, 2007

CLINGAMA ON Horth Birne Annulla, Texas 20107 Phone 306 467 0007 F1/3004370679

> Mr. Mike Bratcher New Mexico Oil Conservation Division 1301 Grand Ave. Artesia, New Mexico 88210 (575) 748-1283

3009 Tom Bary Cuke Builmay (1-199) Round Rock, Tokan 73564 Phone 512 209,3429 Fax F12 905 3437

PUSTIN

Dear Mr. Bratcher:

L-16-25-26

MIDLANC 440 East Investel-Licon Miclinad, Teras, 79701 Pherr 402 922,2168 Feb. 432 522 2020

On November 27, 2007 TALONI, PE drilled and set a temporary monitoring well at 70' on the YATES LUPINE BHJ STATE COM. #1 in Sec. 16 Township 25S Range 26E of Eddy County New Mexico. The well was tested for water 72 hours after it was drilled and was found to have no water at this depth. At this time YATES PETROLEUM is asking that the NMOCD change the site ranking for this location from a site ranking of 20 to a site ranking of 10. If you have any questions please feel free to call me at any time.

NEW BRAUNTELS 70 / N. Poplings Aren Sur n 208 Mour Beauntiels, Toyot 79(30) Phone 210,579 0235 Fav 200, 583 219

Respectfully Submitted.

TULSA RED & East Most Street, Str. D Tulsa, Ok 14 46 Phone 908 742,027a Fast DIR 742.0876

Eb Taylor Talon/LPE Hobbs Office Manager

HOCCES 318 Earl Tarks Stored Habba, Yes Merico 30041 Phone 505 353 4261 F PY 202 CGS 9665

Accepted for record NMOCD DEC 17 2007

ENVIRONMENTAL CONSULTING ENGINEERING DSB\_1394G EMPLEATE AND N EMERGENCY RESPONSE



LUPINE BHJ STATE COMHIL 20-015-34456

- X

elevant design							
County	Physical Add	ress	demonstration participants and the second control of the second co	City	CONTROL CO CONTROL CO	State	_[Zip
Lea	Lupine	RHZ.	State (om	II. Carle	بايور	I NM.	
Piges gatri	in ferriday						
Latitude	bridge and the second s		Longitude			Minimum Lugaring Anna Anna Anna Anna Anna Anna Anna An	CHRISTON IN THE STREET OF BEHAVIOR STREET, THE STREET STREET, THE STREET, THE STREET, THE STREET, THE STREET,
32 Degrootserii				104	17	58. W	
Monitor Wel			I Soli Bo	elm a		∐ Other	
Alto Monitor Wer		Calmenter ex	I LI SOII DO	)HIIQ 38.3			
Start Date			Completic	n Doto			
Olan Dale	12717	m. Cale carde Plan de reconstruir productions de la c	Completic	II Date	27/	andreas	encontraction descriptions with principle Tables (and Tables)
() Distribution of	market et e					1	
Diameter (inche			From (Fee	of)		To (Feet)	
The transfer of the transfer o	5 <sup>5</sup> / ¢	CONTRACT CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CO	1 10111	0	PANY SIND MA JACOTLAS MENCE	and the state of t	7 3
ZIMEN ÜNÇEYE ÇILÎ ÇEYE KACIMININ DOLUNUN KIŞI, ZÜĞINE İNICÎM KIŞI ZONUŞDA ARTIŞLARINÇ		eliani eriasi esi esi eria		Andrew Market	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	riantenamento mangio anno antenamento antenamento antenamento antenamento antenamento antenamento antenamento	And and an arrangement of the second
of Digitive Med	razli(Charlet)	ne)		76		12.5	
Air Rotary	I □Mud Ro	lary	I□H.S.A.		CHATOLINA EN SELO	☐ Other	STATES HAVE TO THE SEASON
☑ Air Rotary // Montror we	TSALE SITA	iNtimbe					
MW # 1	The state of the second section of the second section	Parker in and Constitution (III)	ISB#				
	SoilDescribe	ion :					
From (Feet)		ener at entreme energy countries.	Description	n and color	of forma	ation mate	rial
0	3		Topsoi	light	bro	MN	
<u> </u>	10	marana promjenije nakonog promjenje	L Calich	re Whi	1-0		The state of the s
10	20		SAND	Brow	11	or discussion with the control	
<i>w</i>	25	makanyan san Milatera anangang	Stavo	Stone u	N/ 5to	<u>reaku o</u>	t Clay
25 30	30	1944 in 18 meterstimmer research	Stan	Oston 1	211		,
30	73	SKOTE TORK MITTER AND	<u>  RecJ</u>	shale_	W/ 52	xudstone	2 
U	e Za Mariano e a a a a a a a a a a a a a a a a a a	TOP TO THE REST OF	-	**************************************	constant victoriality	CONCERNO MADERIA NO METONOS PARA PER VICTORIO VINCOS	ATTOCK AND BUTCH HOLDING WARRY CONTROL TO THE WARRY OF THE STATE OF TH
THE STREET COLUMN TWO IS NOT THE OWNER, WHEN THE STREET COLUMN TWO IS NOT THE OWNER, WHEN THE STREET COLUMN TWO	астромунация компенсация « порадуна порадуна порадуна постоя порадуна постоя порадуна постоя постоя постоя пос	тегоруя (20.1/44-ра) 1); Регольского	- Market alone and strong our day and an action page 1 years man			K. M. ST. S. SPORTS of the state of the stat	activity and replicate and activities activities and activities activities and activities activities and activities activities activities activities activities activities and activities activiti
THE BOOK OF THE STATE OF THE ST	pp makes magnetisms for contract a secretarism of the party of the par	NOMEON COMMAND AND ADDRESS OF THE PROPERTY OF		The second section of the second seco	tarakan da akan da aka	Maria de la Companya	were the section of t
anky tyranomi za držilovanich primje kleditek over egynometovaka. V s CPT sem der jest sell	nemet <del>ives</del> obj <sub>r</sub> ija sterministi mostani pjem miljenjam programa i prijaj sljedovim	NA ANT TO SHARE THE STATE OF TH	more processing the Artificial Control	nekonpak fi (gerfak internativan internativan kanal base 1		COX-ORROS SIGNAMINACIÓN SIGNÁN MARIA CONCESSOR	
en e	энгээл чилгэжий хэхээг хэхэг хамгай бүйл байгай үй хүжлэг тэх хүргэх байгагаа	201 (00) at a 2014				and the second or an arrangement of the second	her West contribute Victorial Control
Defaile de			TOPIC INTERVA				
Appearance and a series of the second	Gravel To (Fed	programme of A con more than	Sand Size		11	Bags Usec	
45	7.0	THE RESERVE OF THE PERSON NAMED IN COLUMN 2 IS NOT THE PERSON NAME	THE DESIGNATION OF STREET PROPERTY.	716		Jays Usec	THE RESERVE THE PROPERTY OF THE PARTY OF THE PARTY.
Weigher 1	amole Henricks	in in the fa	ilon mantant			Į.	0
	Screen To (Fe		Material	Diameter	15	Screen Sic	of Size
50	70	and the same of th	PVC	クバ		010	Control of the second s
Casing From	Casing To (Fe	et)	Material	Diameter		Casing Scl	
O	50	THE RESTRICT OF THE PARTY OF TH	PYC	2"		40	
Desmanling	Data						
The state of the s	Cement From	s occour or material Their	Ce	ement To	1	Jumber of	Sacks Used
urface Seal	O	0 ft.	AND NOW SEED TO THE PARTY OF TH	3	fl.	enderson and interded on the first of the control of the parties and the first of t	2
eal to Bent.	3	fl.	The other Assessment	45	ft.		6
2)、沙哥南岸是高兴到		AND MARKET MARKET AND AND AND ADDRESS OF THE PARTY OF THE		or altry at	100		
	low ground su	rface	Did the wat		uel (PSI	Н)? □ Ү	es PNo
Arie Dinning							
is the figure of the year interpretation in a consistence	MATEST	0.2.6 ?	P(		1 9 5	proprietable control of the control	and the second range of th
and a factor of the second							
	COLUMN WHEELERS CONTRACTOR OF THE PROPERTY OF THE STATE O		A STATE OF THE PARTY OF THE PAR				

Stubblefield - 21.5PT-