

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
S Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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

Pit or Below-Grade Tank Registration or Closure

APR 21 2008

Is pit or below-grade tank covered by a "general plan"? Yes No

OCD-ARTESIA

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: Yates Energy Corp. Telephone: 432-683-5511 e-mail address: Sjonas4011@aol.com
 Address: P. O. Box 2323, Roswell, New Mexico 88202
 Facility or well name: E. Travis Federal "17" #1 API #: 30-015-23205 U/L or Qtr/Qtr Sec 17 T 18S R 29E
 County: Eddy Latitude Longitude NAD: 1927 1983
 Surface Owner: Federal State Private Indian fee

Pit	Below-grade tank
Type: Drilling <input type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input checked="" type="checkbox"/> Emergency <input type="checkbox"/> Lined <input type="checkbox"/> Unlined <input checked="" type="checkbox"/> Liner type: Synthetic <input type="checkbox"/> Thickness <u> </u> mil Clay <input type="checkbox"/> Pit Volume <u>600</u> bbl 10X20X3	Volume: <u>300</u> bbl Type of fluid: <u>treating or produced</u> Construction material: <u>Steel tank</u> Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. <u>not below grade, will set atop ground</u>
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 points
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 points
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 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: (check the onsite box if you are burying in place) onsite offsite If offsite, name of facility to be determined (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:

This is a burn pit for workover purposes, there will be a "T" connection with valves to a 300 barrel storage tank that will set atop the ground.

NOTE: Approval is for closure of a work-over pit and a flare pit at this site (YAB)

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: 04-18-08

Printed Name/Title Sheryl L. Jonas/Agent

Signature Sheryl L. Jonas

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.

Approval:

Signature

Signed By Mike Brannan

Date

MAY 21 2008

NOTE:

Approved with stipulations. See attachment.

May 21, 2008

Yates Energy East Travis 17 001 30-015-23205 J-17-18s-29e

Stipulations for closing work over and flare pit:

- Notify NMOCD District 2 Office 24 hours prior to commencement of closure activities.
- Liner and contents of work-over pit are to be removed and hauled to an OCD approved disposal facility.
- Small stained area in flare pit should be excavated and hauled to disposal.
- Representative samples are to be obtained for lab analyses from both pits.
- Samples analyses are to be submitted to OCD and approval obtained prior to backfilling pits.
- Notify NMOCD District 2 Office 24 hours prior to obtaining samples where analyses of samples obtained are to be submitted to OCD.
- Submit a Form C-144 indicating date pits closed along with a copy of the final analytical data upon satisfactory completion of closure.

APR 21 2008
OCD-ARTESIA

O'Briant & Associates, Inc.

P. O. Box 10487 Midland, TX, 79702
(432) 683-5511 (24 Hr. Ans), (432) 683-5903 (Fax)
E-Mail: obriantassoc@sbcglobal.net

TO: Tim Gum
Mike Bratcher
Oil Conservation Division
1301 W. Grand Avenue
Artesia, New Mexico 88210

FROM: Sheryl L. Jonas
Yates Energy Corporation
O'Briant and Associates, Inc.

DATE: April 18, 2008

Well: **East Travis Federal "17" No. 1**
17-18S-29E
API#30-015-23205
Eddy County, New Mexico

Subject: **WORKOVER PIT CLOSURE**

Dear Mr. Gum and Bratcher

The following is my understanding on pit closure for the above captioned well. Approval had been given February 15, 2007 to close the pits originally, and has expired.

The contents of the pit including the liner are to be hauled to a disposal. The NMOCD will then be notified of the time and date that a composite sample will be taken and test run. The pit will be leveled after it has been released for closure.

Sheryl L. Jonas

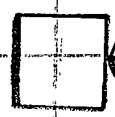
Cc: Paul King
Yates Energy Corporation

300 barrel tank



100 Feet

10x10x6' Fenced Dirt Pit



20'



100'

Stack Pack



Well

Pit Location

Gates Energy Corporation
East Travis "17" No. 1 AP# 30-015-29205
Sec 17, T-18S R-29E Eddy County New Mexico

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 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

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: Yates Energy Corporation Telephone: 432-683-5511 e-mail address: Sjonas4011@aol.com
Address: P. O. Box 2323, Roswell, New Mexico 88202
Facility or well name: E. Travis Federal "17" API #: 30-015-23205 U/L or Qtr/Qtr _____ Sec 17 T 18S R 29E
County: Eddy Latitude _____ Longitude _____ NAD: 1927 1983
Surface Owner: Federal State Private Indian

RECEIVED

Pit Type: Drilling <input type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input checked="" type="checkbox"/> Emergency <input type="checkbox"/> Lined <input type="checkbox"/> Unlined <input checked="" type="checkbox"/> Liner type: Synthetic <input type="checkbox"/> Thickness _____ mil Clay <input type="checkbox"/> Pit Volume <u>600</u> bbl <u>10X20X3</u>		Below-grade tank Volume: <u>300</u> bbl Type of fluid: <u>treating or produced</u> Construction material: <u>Steel tank</u> Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. <u>Not below grade, will set atop the ground.</u>	
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	<u>175'</u>	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

JAN 03 2006
OOD-ARTESIA

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:
 This is a burn pit for workover purposes, there will be a "T" connection with valves to a 300 barrel storage tank that will set atop the ground.

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: 12/28/05
 Printed Name/Title Sheryl L. Jonas Signature Sheryl L. Jonas

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.

Approval: **Liquids may not be stored in earthen area of pit. Tank must be removed immediately after workover.**
 Printed Name _____ Signature [Signature] Date 1-9-06