District I 1625 N French Dr., Hobbs, NM 88240 District IV 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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 AUG 29 2008

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 Is pit or below-grade tank covered by a "general plan"? Yes No e of action. Registration of a pit or below-grade tank. M. Closure of a pit or below-grade tank.

| Type of action. Registration of a pit of | ir below-grade talik 🔼 Closure of a pit of below-gra | ide tank 🔲 |
|---|---|---|
| Operator MCKAY OIL CORPORATION Teleph | one. 575-623-4795 e-mail address roy@mckayoil. | com |
| Address PO Box 2014 Roswell NM 88202-2014 | | |
| Facility or well name: Lookout C Federal #3 API #: 30.0 | 05:640421/Lor Otr/Otr L Sec. 10 T | 6S R 22E |
| County. CHAVES Latitude Longitude | | |
| | 1,227 🗀 1,500 🗀 0,000 100 | |
| Pit | Below-grade tank | |
| Type Drilling Production Disposal | Volume:bbl Type of fluid: | |
| Workover ☐ Emergency ☐ | Construction material | |
| Lined ☑ Unlined □ | Double-walled, with leak detection? Yes If not, explain why not. | |
| Liner type Synthetic ⊠ Thickness 20 mıl Clay □ | | |
| Pit Volumebbl | | |
| | 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 feet or more | (0 points) |
| | | |
| Wellhead protection area: (Less than 200 feet from a private domestic | Yes | (20 points) |
| water source, or less than 1000 feet from all other water sources) | No . | (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) |
| | | |
| | 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) Indica | ate disposal location: (check the onsite box if |
| your are burying in place) onsite 🛛 offsite 🔲 If offsite, name of facility_ | (3) Attach a general c | description of remedial action taken including |
| remediation start date and end date. (4) Groundwater encountered: No 🛛 Y | | |
| Attach soil sample results and a diagram of sample locations and excavation | | |
| Additional Comments: | · | |
| Additional Confidents. | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| I hereby certify that the information above is true and complete to the best | of my knowledge and belief. I further certify that t | he above-described nit or below-grade tank has |
| been/will be constructed or closed according to NMOCD guidelines ⊠ Date _05/15/2008 | , a general permit , or an (attached) alternative | OCD-approved plan □. |
| Printed Name/Title James L Schultz, Agent | Signature Gelmin | |
| Your certification and NMOCD approval of this application/closure does n | | of the pit or tank contaminate ground water or |
| otherwise endanger public health or the environment. Nor does it relieve the regulations. | | |
| Approval. | - of P | |
| Printed Name/Title SEP 0 4 2008 | Signature | Date: |
| OCT W 2 2000 | | |