District I 1625 N, French Dr., Hobbs, NM 88240 District 11 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

Form C- 144

March 12,2004

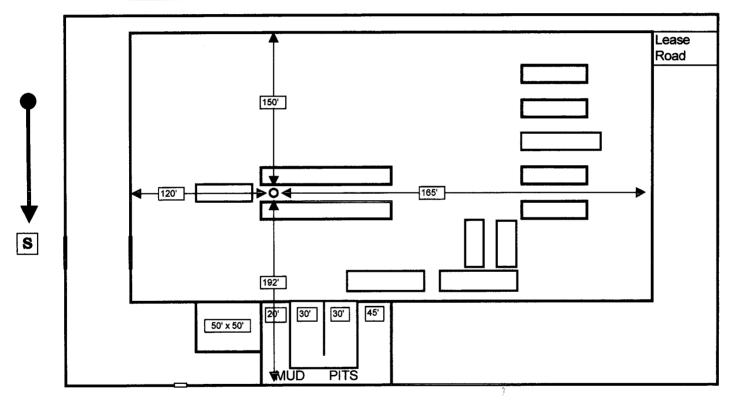
For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

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 Melrose Operating Company -Telephone: (432) 684-6381 e-mail address: anniritchie powtor. net Midland, TX 79702 **PO Box 953** API #: 30-025-36560 Facility or well name: Jalmat # 196 U/L or Otr/Otr Sect 14 **T22S** R35E County: Lea Latitude 32"23'18.69"N Longitude 103"20'00.60"W NAD: 1927 🗌 1983 🗋 Surface Owner Federal 🗌 State 🔲 Private 🔀 tridian 🗍 Pit Below-t!rade tan Type: Drilling Production Disposal _bbl Type of fluid: _ Volume: Workover Emergency Construction material: Lined 🔀 Unlined 🗌 Double-walled, with leak detection? Yes If not, explain why not. Liner type: Synthetic Thickness 10 mil Clay Volume 8000 bbl Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal high 50 feet or more, but less than 100 feet (10 points) water elevation of groundwater.) 100 feet or more (0 points) 185 Yes Wellhead protection area: (Less than 200 feet from a private domestic No (0 points), 24 water source, or less than 1000 feet from all other water sources.) (20 points) Less than 200 feet Distance to surface water: (horizontal distance to all wetlands, playas, 200 feet or more, but less than 1000 feet (10 points) irrigation canals, ditches, and perennial and ephemeral watercourses.) I 000 feet or more (O points) Hobbs Ranking Score (Total Points) Opoints OCD If this is a vit closure: (1) attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: onsite offsite If offisite, 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 I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that they 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 pCD-approved plan Printed Name/Title Ann E. Ritchie Regulatory Agent Your certification and NMOCD approval ofthis 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 26/08 ROLEUM ENGINEER

Melrose Operating Company
Drilling Rig Pad Schematic
Jalmat # 196 - Sec 14, T22S, R35E,I
Lea County, New Mexico
Wellbore is 40' North of the pit



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