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

Date: 05/31/05

State of New Mexico Energy Minerals and Natural Resources

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

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

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes X No Type of action: Registration of a pit or below-grade tank \(\subseteq\) Closure of a pit or below-grade tank X Operator: Yates Petroleum Company Telephone: 505-748-4500 e-mail address: mikes@ypc.com Address: 105 South 4th Street, Artesia, N.M. 88210 Facility or well name: Twain BCW State 1 API #: 30-025-36258 U/L or Qtr/Qtr D Sec 12 T 11S R 34E Latitude: 33.38523 Longitude: 103.47016 NAD: 1927 1983 X Surface Owner: Federal ___ State X Private __ Indian ___ Pit Below-grade tank Type: Drilling X Production Disposal Volume: _ _bbl Type of fluid: Work over ☐ Emergency ☐ Construction material: Lined X Unlined Double-walled, with leak detection? Yes If not, explain why not. Liner type: Synthetic Thickness 12 mil Clay Pit Volume 12,000 bbl Less than 50 feet (20 points) XXXX 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 ground water.) 100 feet or more (0 points) Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic water No (0 points) XXXX source, or less than 1000 feet from all other water sources.) Less than 200 feet (20 points) Distance to surface water: (horizontal distance to all wetlands, playas, 200 feet or more, but less than 1000 feet (10 points) XXXX irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) Ranking Score (Total Points) 30 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 X offsite If offsite, name of facility NA . (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: Closure work plan for drilling pit. An encapsulation trench will be constructed and lined with 12 mil synthetic liner next to existing drilling pit. The drilling pit contents will be excavated and emplaced into the encapsulation trench using a mixture of two to one pit material and Class H bulk cement or CKD. The emulsion of pit material and cement will be mixed using a track hoe and water added if needed. After completion of solidifying pit material in cement and pit contents have set in place for a minimum of 24 hours, the encapsulation trench will then be capped using a 20 mil synthetic liner and backfilled to grade using a minimum of 3' of like material and clean soil. A one call and 48 hour notification to OCD will be made before pit closure action begins. Beginning pit closure date: N/A. Ending pit closure date: N/A AMENDMENT TO PREVIOUS C-144 DATED 3/10/05 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 X, or an (attacked) alternative Och-approved plan [].

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:
Printed Name/Title GARY W. WINK STAFFMGRignature Lay W. Wate: 6/1

Signature