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

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

Form C-144

March 12, 2004

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq \text{No } \subseteq \text{X} \)

vpe of action: Registration of a pit or below-grade tank \(\subseteq \subseteq \text{Closure of a pit or below-grade tank } \)

Type of action. Registration of a pit of	below-grade tank [A] Closure of a pit of below-grade	rain	
Operator: Nearburg Producing Company Telephone: 686-8235 e-mail address: sjordan@nearburg.com Address: 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705			
Facility or well name: Kudu 9 Fed #7 API #: 30-0:5- 37387 U/L or Qtr/Qtr L Sec 9 T195 R 33E			
	NAD: 1027 V 1082 Surface Ourse	- F-d	
County: Lea Latitude Longitude NAD: 1927 1983 Surface Owner Federal State Private Indian Pit Type: Drilling Production Disposal Volume: bbl Type of fluid: Construction material:			
Pit Relow-grade tank			
	Below-grade tank		
Type: Drilling X Production Disposal D	Volume:bbl Type of fluid:		
Workover Emergency	Construction material:	explain why notes	
		, explain why not	
Liner type: Synthetic Thickness 12mil Clay Volume	12	<u> </u>	
bbl bbl	3/		
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	ACTORAL ALEX	
	100 feet or more	(0 points) X	
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) X	
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) X	
	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) Indicate disposal location: onsite offsite 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.			
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 [X], a general permit [, or an (attached) alternative OCD-approved plan [] Date: 6/9/05 Printed Name/Title: Sarah Jordan, Production Analyst Signature: 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: JUN 1 3 2005			
Date:			
Printed Name/Title:PETROLEUM ENGINEER Signature:Signature:			