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 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: CHESAPEAKE OPERATING. INC. Telephone	e: <u>432-687-2992</u> e-mail address: <u>SST</u>	RICKLIN@CHKENERGY.CO
Address: P. O. BOX 11050 MIDLAND. TEXAS 79702-	8050	
Facility or well name: YOUNG 11 FEDERAL WELL #1 API #: 30	0-025-37056 U/L or Qtr/Qtr & N	$\frac{1}{2} \operatorname{Sec} \frac{1}{2} \operatorname{T} \frac{13S}{R} \operatorname{R} \frac{38E}{R}$
County: LEA Latitude	Longitude	NAD: 1927 🗌 1983 🛄
County: LEA LatitudeAatitudeLatitudeAatitudeAatitudeAatitudeAatitudeAatitudeAatitudeAatitudeAatitudeAatitudeAatitudeAatitude		
Pit	Below-grade tank	
<u>Type:</u> 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 <u>12</u> mil Clay 🗖		
Pit Volume 12,139 bbl		
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)
high water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points) 10
63'	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) 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
1	Ranking Score (Total Points)	10

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 your 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:

A SIDE DEEP BURIAL TRENCH WAS EXCAVATED NEXT TO THE PIT. THE TRENCH WAS LINED WITH A 20 MIL SYNTETIC LINER. THE PIT CONTENTS WERE THEN PLACED INTO THE LINED TRENCH. THE SIDES OF THE TRENCH WERE FOLDED OVER THE CONTENTS AND A TOP COVER OF 20 MIL SYNTHETIC LINER WAS SEWED IN PLACE. THREE FEET OF TOP SOIL WAS PLACED ON TOP OF THE LINED TRENCH AND COMPACTED. THE ORIGINAL PIT WAS BACKFILLED WITH CLEAN SOIL, COMPACTED, AND LEVELLED TO GRADE. CONFIRMATION SAMPLES WERE TAKEN FROM THE EXCAVATED PIT PRIOR TO BACKFILLING AND ARE ATTACHED. THE PIT CLOSURE WAS STARTED ON JANUARY 27, 2006 AND COMPLETED ON FEBRUARY 10, 2006.

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: 2/13/06

CLIFF BRUNSON, PRESIDENT, BBC INTL.

Printed Name/Title

Signature _ Cliff P. Tuman FOR CHESAPEAKE OPERATING, INC._

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

Approval: Printed Name/Title GARYW. WINK/STAFFMBR Signature Lay W. Wink 15/04 Date: Z



PHONE (325) 673-7001 • 2111 BEECHWOOD • ABILENE, TX 79603

PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 86240

ANALYTICAL RESULTS FOR BBC INTERNATIONAL, INC. ATTN: CLIFF BRUNSON P.O. BOX 805 HOBBS, NM 88241 FAX TO: (505) 397-0397

Receiving Date: 02/08/06 Reporting Date: 02/09/06 Project Owner: CHESAPEAKE Project Name: YOUNG 11 #1 Project Location: BRONCO, TX Analysis Date: 02/9/06 Sampling Date: 02/08/06 Sample Type: SOIL Sample Condition: COOL & INTACT Sample Received By: HM Analyzed By: HM

CL

LAB NUMBER

SAMPLE ID

(mg/Kg)

H10717-1	NORTH PIT COMPOSITE	64
H10717-2	SOUTH PIT COMPOSITE	48
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Quality Control		500
True Value QC		500
% Recovery		100
Relative Percent Diffe	erence	0.0

METHOD:Standard Methods4500-CГВNOTE:Analyses performed on 1:4 w:v aqueous extracts.

Chem

02-09-06



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02-09-06 Date

H10717

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† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476.

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