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**

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

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

Form C-144

June 1, 2004

| Pit or Below-Grade | Tank Regis | stration or (| Closure | |
|--------------------------------|---------------|---------------|---------|------|
| Is pit or below-grade tank cov | ered by a "ge | eneral plan"? | Yes N | 10 П |

Type of action: Registration of a pit or below-grade tank \(\subseteq \) Closure of a pit or below-grade tank \(\subseteq \) Operator: Chevron USA Telephone: 505.394.3133 e-mail address: lduke@chevrontexaco.com Address: PO Box 1949 2401 Avenue O Eunice, New Mexico 88231 Facility or well name: VM Henderson 18 API #: 30:025-37-110 Unit Letter (UL): F Otr/Otr: SE1/4 NW1/4 Section: 30, T21S, R37E County: Lea Latitude: N 32°27′04.39" Longitude: W 103°12′13.93" NAD: 1927 ☐ 1983 ☐ WGS 84 ☒ Surface Owner: Federal ☐ State ☐ Private 🏿 (Tom Kennann) Indian ☐ Below-grade tank Type: Drilling Production Disposal Workover Emergency Volume: bbl Type of fluid: Lined Unlined Construction material: Liner type: Synthetic ☑ Thickness 12 mil Clay ☐ Double-walled, with leak detection? Yes If not, explain why not. Pit Volume: ~3,000 bbl Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal high water 50 feet or more, but less than 100 feet (10 points) elevation of ground water.) < 105'bgs 100 feet or more (0 points) \boxtimes Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic water No (0 points) \boxtimes 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, irrigation 200 feet or more, but less than 1,000 feet (10 points) canals, ditches, and perennial and ephemeral watercourses.) 1,000 feet or more \boxtimes (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) Indicate disposal location: (check the onsite box if your are burying in place) onsite \(\bigcirc \) offsite \(\bigcirc \) 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: It is proposed to close this pit consistent with the "ChevronTexaco Drilling and Reserve Pit Closure General Plan, December 2004" and the NMOCD Pit and Below-Grade Tank Guidelines, November 1, 2004 as promulgated under NMOCD Rule 50 (19.15.2.50 NMAC). Pit Status: Liner intact Liner punctured or torn Method of Closure: The pit will be closed via encapsulation, which consists of mixing earthen materials with the pit contents, as necessary to stiffen the pit contents sufficiently to provide physical stability and support the pit cover. Upon the pit contents being stiffened as required, the edges of the liner will be folded over the edges of the stiffened mud and cuttings and the pit will be covered with a 20-mil thick impervious, reinforced synthetic or fabricated liner meeting ASTM standards that is designed to be resistant to the material encapsulated. The liner will then be covered with a minimum of three feet of clean soil or like material that is capable of supporting native plant growth. 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 will be closed according to NMOCD guidelines ⊠, a general permit ⊠, or an (attached) alternative OCD-approved plan □. 3/22/06 Printed Name/Title ___Jim Duke, Construction Representative 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 STAFF MGR Signature Layer Wink



24 February 2006

Mr. Larry Johnson, Environmental Engineer New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division Environmental Bureau 1625 North French Hobbs, New Mexico 88240



Re:

Initial C-144

Chevron USA VM Henderson 18 (Ref. #200069) UL-F, Section 30, Township 21 South, Range 37 East Latitude: N 32°27'04.39" and Longitude: W 103°12'13.93"

Dear Mr. Johnson:

Environmental Plus, Inc. (EPI), on behalf of Chevron USA (Chevron) submits the enclosed New Mexico Oil Conservation Division (NMOCD) form C-144 and supporting information. Chevron is proposing to close the drill pit at the above-referenced well site in accordance with the NMOCD Pit and Below-Grade Tank Guidelines, November 1, 2004 and the "ChevronTexaco Drilling and Reserve Pit Closure General Plan, December 2004." Please direct all official communications to:

Chevron USA
Jim Duke, Construction Representative
PO Box 1949
Eunice, New Mexico 88231
Telephone: 505.394.3133

Email: lduke@chevrontexaco.com

Should you have any questions or concerns, please call Iain Olness or myself at (505) 394-3481. Mr. Jim Duke can be contacted at (505) 394-3133 or via e-mail at lduke@chevron.com.

Sincerely,

ENVIRONMENTAL PLUS, INC.

Pat McCasland

Environmental Consultant



cc: Jim Duke, Chevron USA

Nathan Mouser, Chevron USA Tom Kennann, Landowner

File

Enclosures: Topographical Map

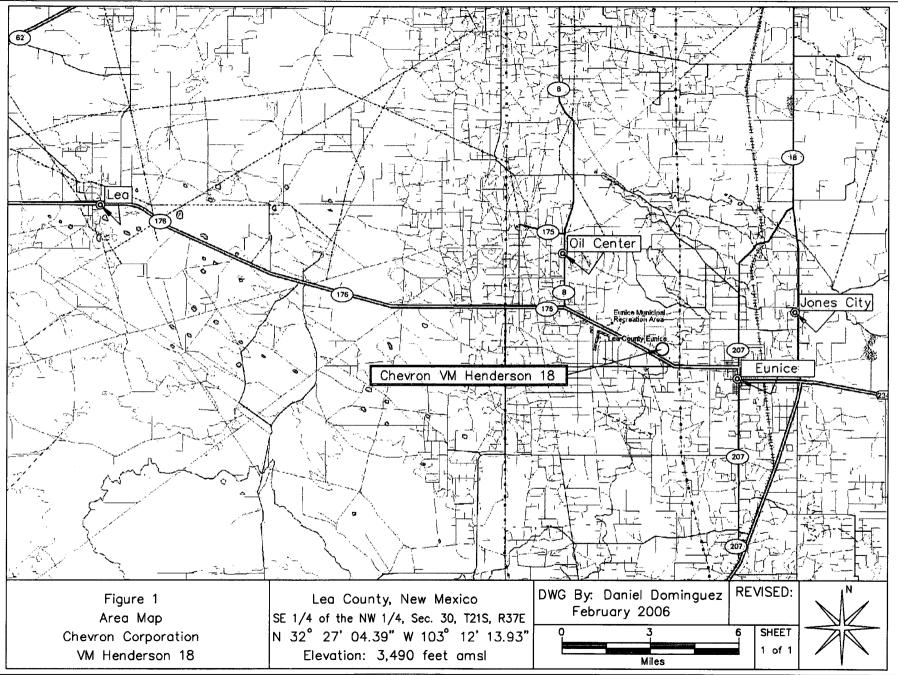
Site Location Map

Site Map

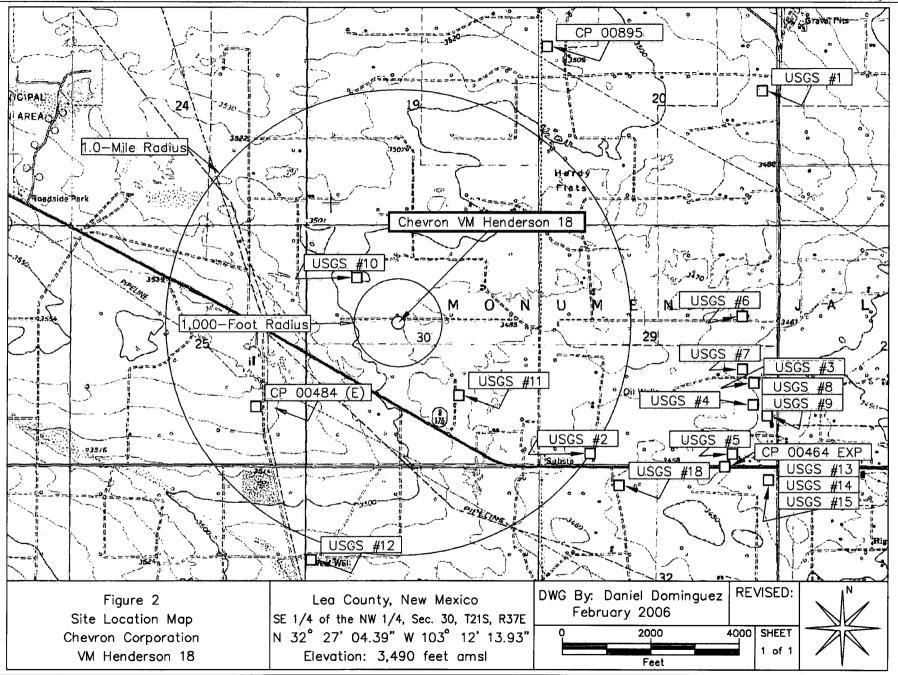
Groundwater Map Well Data Table Photographs

NMOCD Form C-144

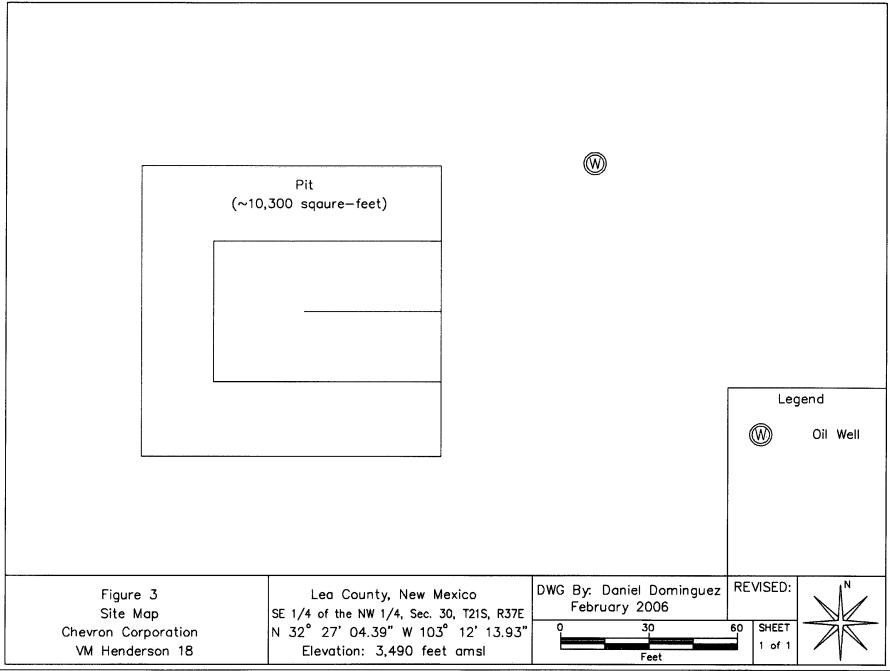














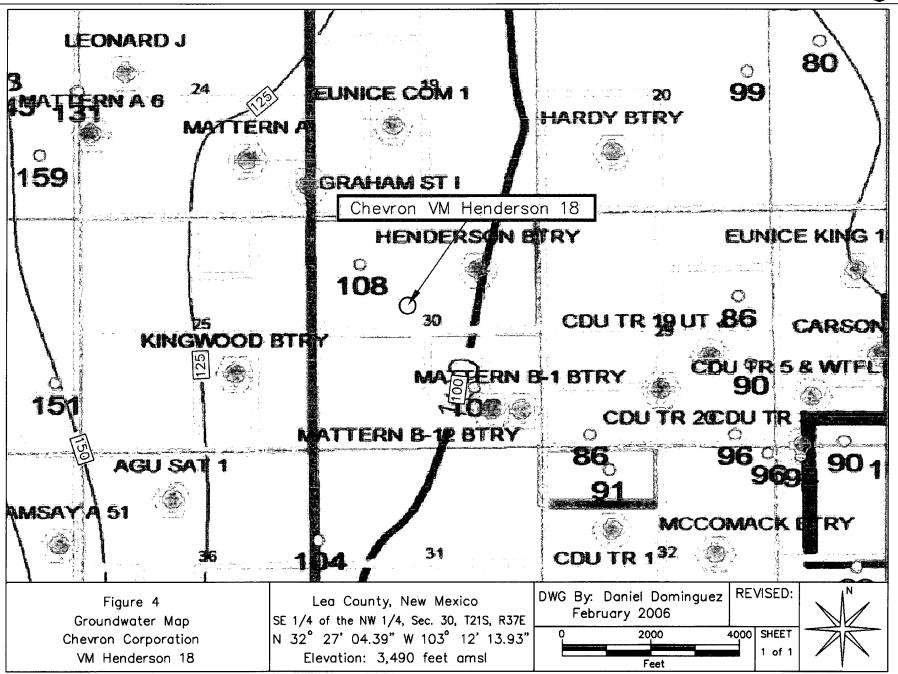




TABLE 1

WELL INFORMATION REPORT*

Chevron VM Henderson 18 - Ref #200069

| Well Number | Diversion ^A | Owner | Use | Twsp | Rng | Sec q q q | Latitude | Longitude | Date Measured | Surface Elevation ^B | Depth to Water (ft bgs) |
|--------------|------------------------|--|--------|------|-----|-----------|-----------------|--|------------------|-----------------------------------|-------------------------------|
| CP 00464 EXP | 0 | EUGENE WINKER | DOM | 21S | 37E | 29 444 | N32° 26' 32.94" | W103° 10' 49.08" | | 3,466 | |
| CP 00895 | 3 | JOE R. SIMS | DOM | 218 | 37E | 20 11 | N32° 28' 4.45" | W103° 11' 35.34" | 17-Mar-00 | 3,517 | |
| CP 00484 (E) | 3 | NORTHERN NATURAL GAS CO. | SAN | 21S | 36E | 25 42 | N32° 26' 46.43" | W103° 10' 41.80" | 20-Jul-70 | 3,540 | 148 |
| USGS #1 | | | | 21S | 37E | 20 244 | | | 06-Mar-96 | | 98.69 |
| USGS #2 | | | | 21S | 37E | 29 334 | | | 10/291965 | | 85.86 |
| USGS #3 | | | | 21S | 37E | 29 424 | | | 11/301965 | | 99.82 |
| USGS #4 | | | | 21S | 37E | 29 442 | | | 21-Jan-76 | | 98.76 |
| USGS #5 | | | | 21S | 37E | 29 443 | | | 21-Jan-76 | | 96.19 |
| USGS #6 | | | | 21S | 37E | 29 241 | | | 06-Mar-96 | | 85.83 |
| USGS #7 | | | | 21S | 37E | 29 424 | | | 17-Apr-91 | | 89.98 |
| USGS #8 | | | | 21S | 37E | 29 442 | | | 29-Oct-65 | | 106.93 |
| USGS #9 | | | | 21S | 37E | 29 442 | | | 21-Jan-76 | | 93.93 |
| USGS #10 | | | | 21S | 37E | 30 114 | | | 17-Apr-91 | | 107.82 |
| USGS #11 | | | | 21S | 37E | 30 414 | | | 08-Feb-96 | | 99.85 |
| USGS #12 | | | Ì | 21S | 37E | 31 133 | | | 16-Apr=91 | | 104.44 |
| USGS #13 | | | 1 | 21S | 37E | 32 222 | | | 07-Mar-86 | | 95.62 |
| USGS #14 | | | | 21S | 37E | 32 222 | | | 22-Jan-76 | | 98.08 |
| USGS #15 | | | | 21S | 37E | 32 222 | | | 07-Mar-86 | | 94.99 |
| USGS #18 | | | | 21S | 37E | 32 1 2 1 | | | 15-Jan-54 | | 90.67 |
| USG8#16 | | The state of the s | | 215 | 37E | 32 422 | | To the state of the | 22-Jan-76 | | 99.15 |
| USGS #17 | P' | The second of th | | 215 | 37E | 32 424 | | The second second second | 22-Jan-76 | | 91.89 |
| USG8 #19 | | | 4.0.23 | 218 | 37E | 32 422 | | . Commonantination stone fortile (200) on 2 of refer | 22-Jan-76 | \$ 1. 1 A . 2 C | 99.29 |

^{* =} Data obtained from the New Mexico Office of the State Engineer Website (http://iwaters.ose.state.nm.us:7001/iWATERS/wr RegisServlet1) and USGS Database.

SAN = Sanitary in conjunction with commercial use

DOM = Domestic one household

(quarters are 1=NW, 2=NE, 3=SW, 4=SE)

(quarters are biggest to smallest - X Y are in Feet - UTM are in Meters)

Shaded area indicates wells not shown on Figure 2

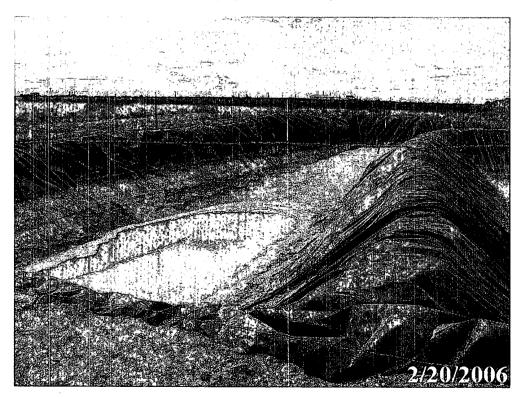
A = in acre feet per annum

B = Interpolated from USGS Topographical Map

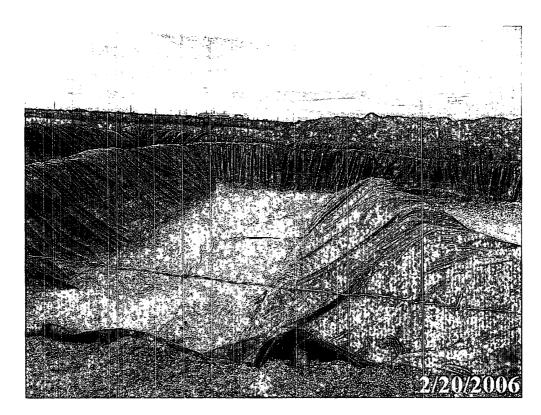




Photograph #1- Lease sign.



Photograph #2 - Pit and berm looking westerly.



Photograph #3 - Pit and berm looking westerly.



Photograph #4 - Pit and berm looking westerly.