

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

Form C-144
June 1, 2004

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: CAPATAZ OPERATING, INC. Telephone: 432-620-8820 e-mail address: capataz1@sbglobal.net | | | | | | | |
| Address: PO BOX 10549, MIDLAND, TX 79702 | | | | | | | |
| Facility or well name: ROUND UP #1 API #: 30-025-37100 U/L or Qtr/Qtr H Sec 35 T 19S R 38E | | | | | | | |
| County: LEA Latitude Longitude NAD: 1927 <input type="checkbox"/> 1983 <input type="checkbox"/> | | | | | | | |
| Surface Owner: Federal <input type="checkbox"/> State <input checked="" type="checkbox"/> Private <input checked="" type="checkbox"/> Indian <input type="checkbox"/> | | | | | | | |
| <table border="1"> <tr> <td> Pit Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness 12 mil Clay <input type="checkbox"/> Pit Volume 1200 bbl </td> <td> Below-grade tank Volume: bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. </td> </tr> </table> | | Pit Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness 12 mil Clay <input type="checkbox"/> Pit Volume 1200 bbl | Below-grade tank Volume: bbl Type of fluid: Construction material: Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. | | | | |
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| Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) 46' | <table border="1"> <tr> <td>Less than 50 feet XXXX</td> <td>(20 points) XXXX 20</td> </tr> <tr> <td>50 feet or more, but less than 100 feet</td> <td>(10 points)</td> </tr> <tr> <td>100 feet or more</td> <td>(0 points)</td> </tr> </table> | Less than 50 feet XXXX | (20 points) XXXX 20 | 50 feet or more, but less than 100 feet | (10 points) | 100 feet or more | (0 points) |
| Less than 50 feet XXXX | (20 points) XXXX 20 | | | | | | |
| 50 feet or more, but less than 100 feet | (10 points) | | | | | | |
| 100 feet or more | (0 points) | | | | | | |
| Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.) | <table border="1"> <tr> <td>Yes</td> <td>(20 points)</td> </tr> <tr> <td>No</td> <td>(0 points) XXXX 0</td> </tr> </table> | Yes | (20 points) | No | (0 points) XXXX 0 | | |
| Yes | (20 points) | | | | | | |
| No | (0 points) XXXX 0 | | | | | | |
| Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.) | <table border="1"> <tr> <td>Less than 200 feet</td> <td>(20 points)</td> </tr> <tr> <td>200 feet or more, but less than 1000 feet</td> <td>(10 points)</td> </tr> <tr> <td>1000 feet or more</td> <td>(0 points) XXXX 0</td> </tr> </table> | Less than 200 feet | (20 points) | 200 feet or more, but less than 1000 feet | (10 points) | 1000 feet or more | (0 points) XXXX 0 |
| Less than 200 feet | (20 points) | | | | | | |
| 200 feet or more, but less than 1000 feet | (10 points) | | | | | | |
| 1000 feet or more | (0 points) XXXX 0 | | | | | | |
| Ranking Score (Total Points) 20 | | | | | | | |

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 ☐ offsite XXXX. If offsite, name of facility Sundance Service. (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No XXXXXX 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: Have excavated pits and tested soil samples to comply w/ ODC. Will backfill pits w/ clean soil and recontour.

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 XXXX or an (attached) alternative OCD-approved plan ☐.

Date: 06/30/06

Printed Name/Title H. SCOTT DAVIS

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:

Printed Name/Title

GARY W. WINK STAFF MGR

Signature

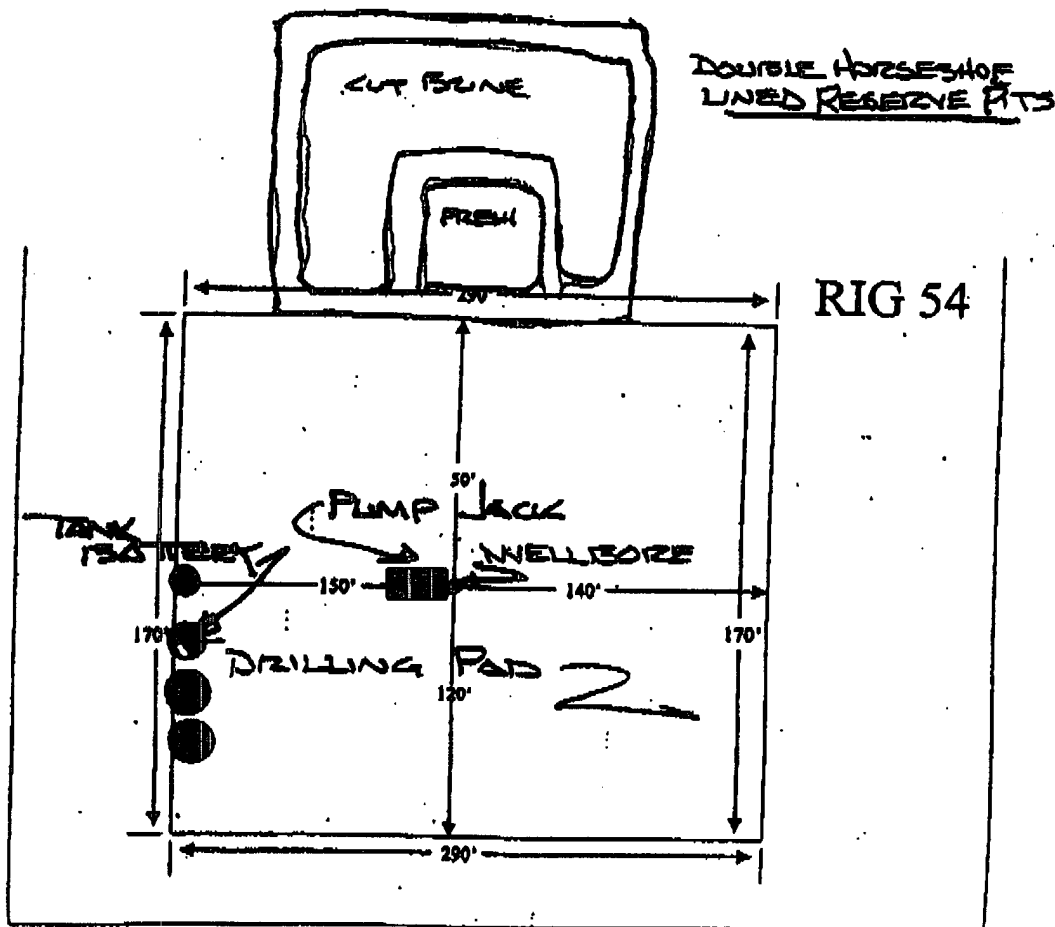
Gary W. Wink

Date: 5/31/06

CAPATAZ OPERATING, INC.

ROUND-UP No. 1

Z →

DRILLING PIT DIAGRAM

CAPATAZ OPERATING, INC.

ROUND UP #1

SEC 35, T19S, R38E

LEA CO, NM

NWC

5'

92

(120')

NWC
5'
470EWC
5'
670

(124')

#2
31'
240#2A
37'
280#1
9'
210#2B
18'
220#6
6'
160#5
8'
530#3
8'
460#4
7'
790SWC
5'
53SAMPLE #
DEPTH
CHLORIDES PPM

argon laboratories

Safety & Environmental Solutions, Inc.
703 E. Clinton, Suite 102
Hobbs, NM 88240

Project Number: PSS-06-022
Project Name: Round Up #1
Project Manager: Bob Allen

Work Order #:
A04321

Anions by Ion Chromatography - EPA Method 300.0

| Analyte | Result | Rep. Lim. @ D.F.=1 | Units | Analyzed | Method | Notes |
|--------------------------|-------------------|-----------------------|-------|----------|-----------|-------|
| BH #2-31' (A04321) Soil | | | | | | |
| | Sampled: 04/25/06 | Received: 04/27/06 | | | | |
| Chloride | 240 | 10 | mg/Kg | 04/29/06 | EPA 300.0 | |
| BH #2A-37' (A04322) Soil | | | | | | |
| | Sampled: 04/25/06 | Received: 04/27/06 | | | | |
| Chloride | 280 | 10 | mg/Kg | 04/29/06 | EPA 300.0 | |
| BH #2B-18' (A04323) Soil | | | | | | |
| | Sampled: 04/26/06 | Received: 04/27/06 | | | | |
| Chloride | 220 | 10 | mg/Kg | 04/29/06 | EPA 300.0 | |

Approved By
Argon Laboratories


QC Officer

argon laboratories

Safety & Environmental Solutions, Inc.
703 E. Clinton, Suite 102 -
Hobbs, NM 88240


Project Number: PSS-06-022
Project Name: Round Up #1 - Nadine, NM
Project Manager: Bob Allen

Work Order #:
A04141

Anions by Ion Chromatography - EPA Method 300.0

| Analyte | Result | Reporting Limit | Units | Analyzed | Method | Notes |
|---|--------|-----------------|-------|----------|-----------|-------|
| E.W.C. 5' (A04141 Soil) Sampled: 04/10/06 Received: 04/13/06 | | | | | | |
| Chloride | 670 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |
| S.W.C. 5' (A04142 Soil) Sampled: 04/10/06 Received: 04/13/06 | | | | | | |
| Chloride | 53 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |
| N.W.C. 5' (A04143 Soil) Sampled: 04/11/06 Received: 04/13/06 | | | | | | |
| Chloride | 92 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |
| W.W.C. 5' (A04144 Soil) Sampled: 04/10/06 Received: 04/13/06 | | | | | | |
| Chloride | 470 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |
| #1. 9' (A04145 Soil) Sampled: 04/11/06 Received: 04/13/06 | | | | | | |
| Chloride | 210 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |
| #3. 8' (A04146 Soil) Sampled: 04/10/06 Received: 04/13/06 | | | | | | |
| Chloride | 460 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |
| #4. 7' (A04147 Soil) Sampled: 04/10/06 Received: 04/13/06 | | | | | | |
| Chloride | 790 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |
| #5. 8' (A04148 Soil) Sampled: 04/11/06 Received: 04/13/06 | | | | | | |
| Chloride | 530 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |

Approved By
Argon Laboratories


QC Officer

2126 W. Marland Ave., Hobbs, NM 88240 • Phone (505) 397-0295 • Fax (505) 397-0296

email: info@argonlabs.com

argon laboratories

Safety & Environmental Solutions, Inc.
703 E. Clinton, Suite 102
Hobbs, NM 88240

Project Number: PSS-06-022
Project Name: Round Up #1 - Nadine, NM
Project Manager: Bob Allen

Work Order #:
A04141

Anions by Ion Chromatography - EPA Method 300.0

| Analyte | Result | Reporting Limit | Units | Analyzed | Method | Notes |
|---|--------|--------------------|-------|----------|-----------|-------|
| #6. 6' (A04149 Soil) Sampled: 04/11/06 Received: 04/13/06 | | | | | | |
| Chloride | 160 | 10 | mg/Kg | 04/19/06 | EPA 300.0 | |

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QC Officer