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-g | rade tank [Closure of a pit or below-grad | e tank 🛛 | | | | | | |
|---|---|--|--|--|--|--|--|--|
| Operator: Chevron USA (O-Grid #4323) Telephone: 505.394.313 | e-mail address: lduke@chevrontexac | eo.com | | | | | | |
| Address: PO Box 1949 2401 Avenue O Eunice, New Mexico 88231 | | | | | | | | |
| Facility or well name: VM Henderson 18 API#: 30-025-37110 Unit Letter (UL): F Qtr/Qtr: SE½ NW½ 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 ☐ | | | | | | | | |
| Pit Below-grade tank | | | | | | | | |
| Type: Drilling ☑ Production ☐ Disposal ☐ Workover ☐ Emergency ☐ | ergency 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 | | | | | | | | |
| Depth to ground water (vertical distance from bottom of pit to seasonal high water | Less than 50 feet | (20 points) | | | | | | |
| | 50 feet or more, but less than 100 feet | (10 points) | | | | | | |
| elevation of ground water.) ~105'bgs | 100 feet or more | (0 points) | | | | | | |
| Wellhead protection area: (Less than 200 feet from a private domestic water | Yes | (20 points) | | | | | | |
| source, or less than 1000 feet from all other water sources.) | No | (0 points) | | | | | | |
| | 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 | (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 you | | | | | | | | |
| 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 surfaceft. and attach sample results. | | | | | | | | |
| (5) Attach soil sample results and a diagram of sample locations and excavations. | | | | | | | | |
| Additional Comments: The pit has been closed 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 Liner punctured or torn | | | | | | | | |
| Method of Closure: The pit has been closed via encapsulation, which consisted 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 were folded over the edges of the | | | | | | | | |
| stiffened mud and cuttings and the pit covered with a 20-mil thick impervious, reinforced synthetic or fabricated liner meeting ASTM standards designed to be resistant to the material encapsulated. The liner was then covered with a minimum of three feet of clean soil or like material capable of supporting native plant growth. | | | | | | | | |
| the material encapsulated. The mice was dien covered with a minimum of three feet of | of clean son of fixe material capable of suppo | orting native plant grown. | | | | | | |
| I hereby certify that the information above is true and complete to the best of my knowill be closed according to NMOCD guidelines ☒, a general permit ☒, or an (a | | | | | | | | |
| Date: 6/16/06 Printed Name/Title Jim Duke, Construction Representative | veSignaturein | h Suh_ | | | | | | |
| Your certification and NMOCD approval of this application/closure does not relieve otherwise endanger public health or the environment. Nor does it relieve the operator regulations. | the operator of liability should the contents of | of the pit or tank contaminate ground water or | | | | | | |
| Approval: | | | | | | | | |
| | $\neg \Box$ | <u>.</u> | | | | | | |
| Printed Name/Title LIN Jameson - Environ Ener Sign | (7117) | Date: 6.20.06 | | | | | | |



24 May 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:

Final C-144

Chevron USA (O-Grid #4323) VM Henderson 18 (Ref. #200069) UL-F, Section 30, Township 21 South, Range 37 East

Dear Mr. Johnson:

Environmental Plus, Inc., on behalf of Chevron USA (Chevron) submits the enclosed New Mexico Oil Conservation Division (NMOCD) form C-144 and supporting information. Chevron has closed 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: lduk@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 lduk@chevron.com.

Sincerely,

ENVIRONMENTAL PLUS, INC.

Pat McCasland

Senior Consultant



cc: Jim Duke, Chevron USA

Nathan Mouser, Chevron USA Tom Kennann, Landowner

File

Enclosures: Topographical Map

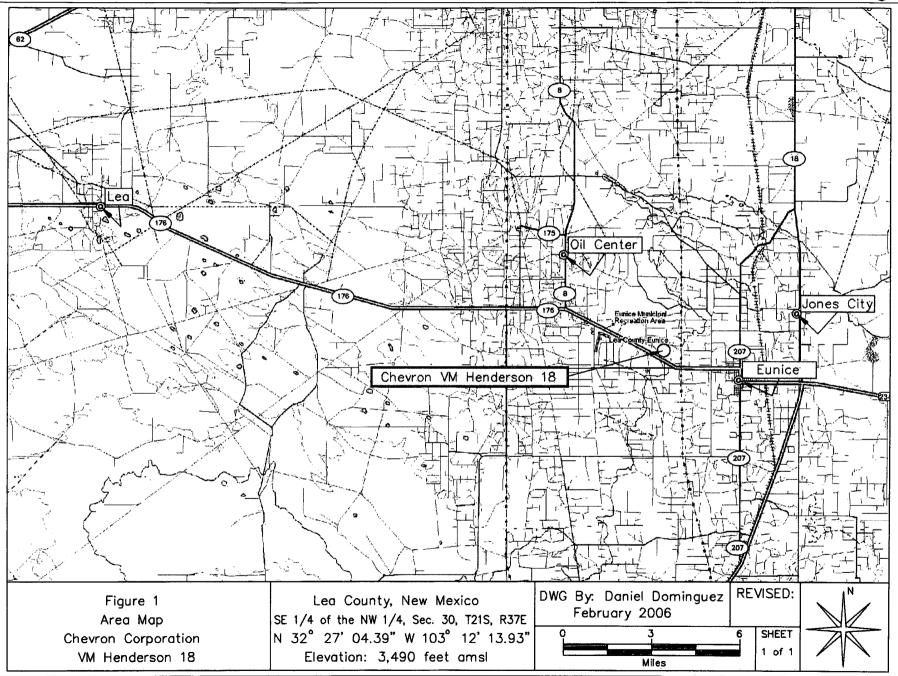
Site Location Map

Site Map

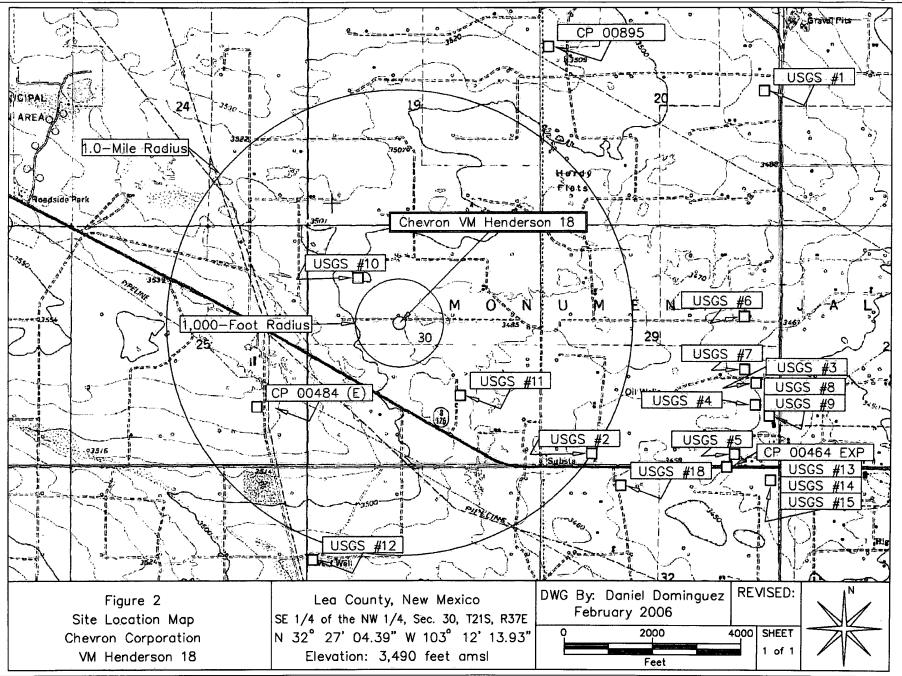
Groundwater Map Well Data Table Photographs

NMOCD Form C-144

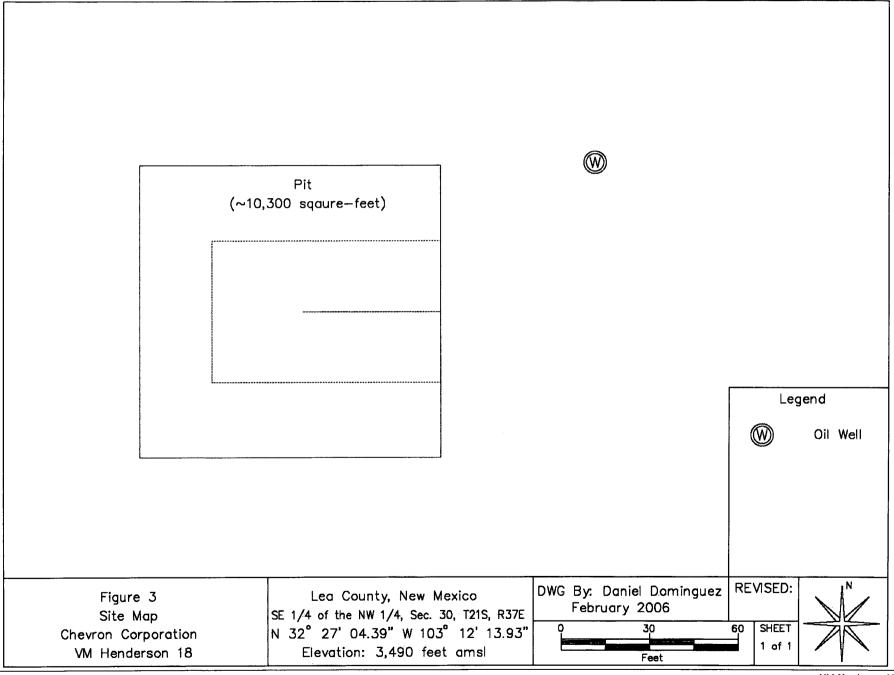














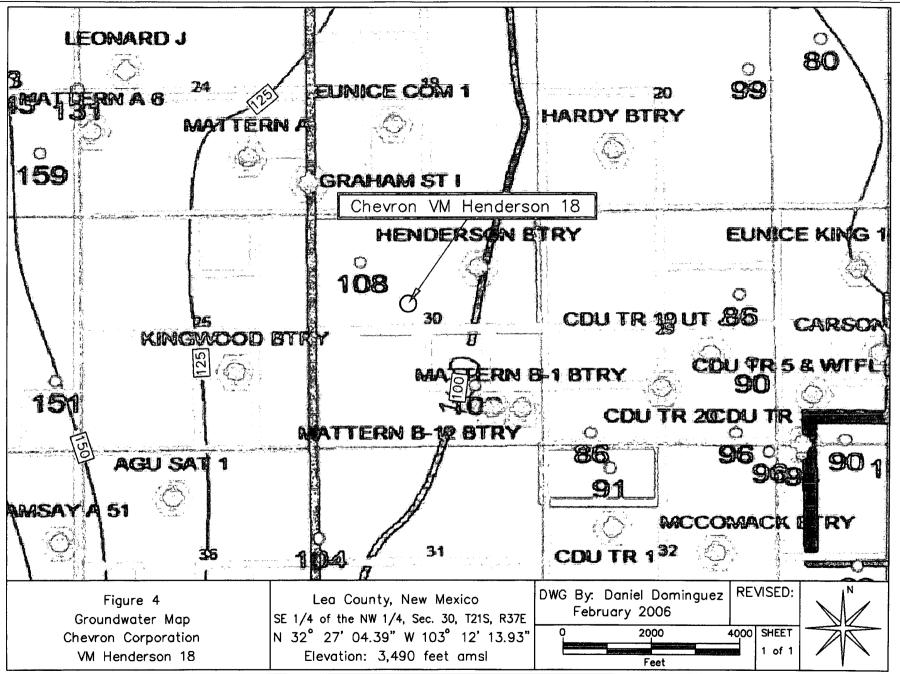




TABLE 1

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 | 21S | 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 | 218 | 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 | 1 | | | 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 | | | I | 218 | 37E | 31 133 | | | 16-Apr-91 | | 104.44 |
| USGS #13 | | | | 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 | 32 121 | | | 15-Jan-54 | | 90.67 |
| USGS #16 #1 | Total Promised | The Paragraphy of the Paragrap | The Pharman or | 21S - 7 - | 37E | 32 * 4-2-2 * | | Company of the second | * 22-Jan-76 + | Trom 1 | 99.15 |
| USGS #17 | | Commence of the Commence of th | 13.33.90 | 218 | 37E. | 32 4 2 4 | 3.25 37.15 | trage of military streets and | 22-Jan-76 | | 91.89 |
| USGS#19 | | - Est hat typing the set of the dest of the particular of the part | W The state of | 21S | 37E | 32 422 | Constitution of the second | the transfer of the | 22-Jan*76 | | 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

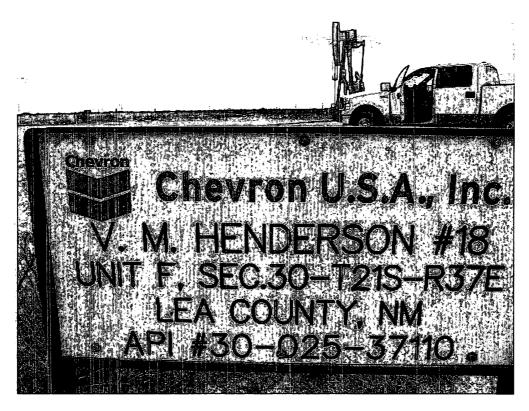
(quarters are 1=NW, 2=NE, 3=SW, 4=SE)

(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

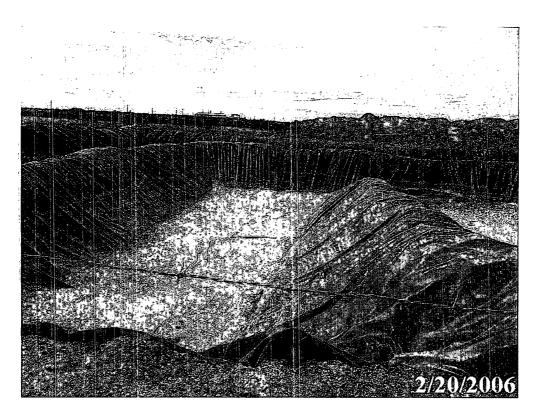




Photograph #1- Lease sign.



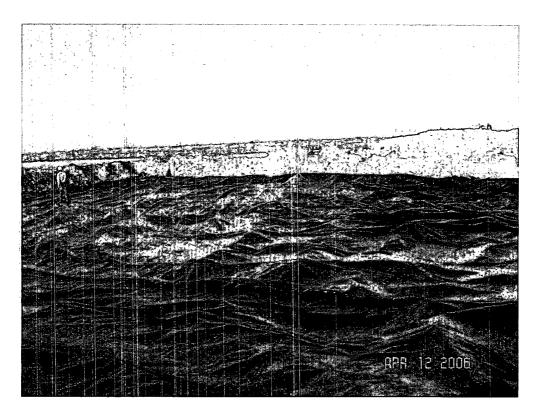
Photograph #2 - Pit and berm looking westerly.



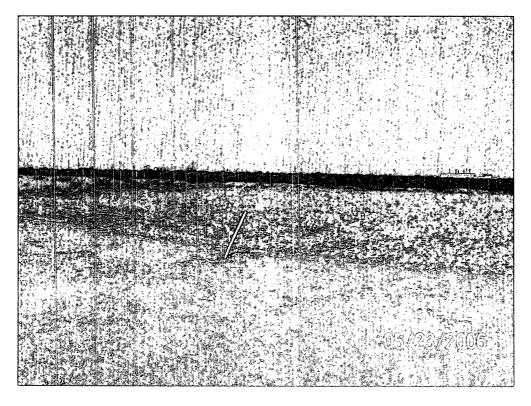
Photograph #3 - Pit and berm looking westerly.



Photograph #4 - Pit and berm looking westerly.



Photograph #5 – Liner covering stiffened pit contents.



Photograph #6 – Closed site.