

March 20, 2007

New Mexico Oil Conservation Division District I 1625 N. French Drive Hobbs, New Mexico 88240

Attn: Environmental Engineering

RE: Drilling Pit Closure Plan

North Hobbs Unit 18-529 Drilling Pit

API#30-025-38110

UL 'N', Sec. 18, T-18-S, R-38-E

This letter is being sent as a notification of pit closure for the drilling pit at the above mentioned location. This pit will be closed as follows:

- 1. All drill cuttings and liner will be removed from pit area.
- 2. All cuttings will be disposed of at Sundance Services, Parabo Facility near Eunice, New Mexico.
- 3. A five spot composite sample will be taken in the area below the pit liner.
- 4. Native soils, stored on site, will be used for backfill of the area.
- 5. NMOCD Pit and Below-Grade Tank Guidelines, dated 11-01-2004, will be used for pit closure compliance.
- 6. Start date on drill cutting removal April 2007.
- 7. Work should be completed by the end of June 2007.

If you have any questions, or if I can be of further assistance, please contact me at (505) 397-8251.

Steven M. Bishop

HES Technician/WSAH RMT

STEVENM. BISHED

Steven Bishop@oxy.com

(505) 397-8251

Attachments: Initial Form C-144

Diagram of pit and well location

<u>District I</u> 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

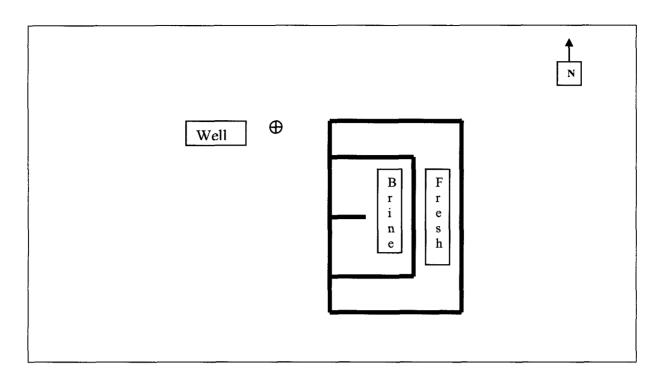
March 12, 2004

Form C-144

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 \(\subseteq \) No \(\subseteq \)

Type of action: Registration of a pit or below-grade tank 🔲 Closure of a pit or below-grade tank 🛛			
Operator: _Occidental Permian LTD	07.8251_e-mail address: Steven_Bishop@oxy.com		
Address: 1017 W. Stanolind Road Hobbs, NM 88240			
Facility or well name: NHU 18-529API#:30-025-38110	U/L or Qtr/Qtr N SE-SW Sec_18T_1	8 S_R_38 E	
County: _Lea Latitude_32°44'32.10" N Longitude_103°11'	22.00" W NAD: 1927 ☑ 1983 ☐ Surface Owner	r Federal State Private Indian	
<u>Pit</u>	Below-grade tank		
Type: Drilling ☑ Production ☐ Disposal ☐	Volume:bbl Type of fluid:		
Workover	Construction material:		
Lined ☑ Unlined □	Double-walled, with leak detection? Yes If not, explain why not.		
Liner type: Synthetic ☑ Thickness _12_mil Clay ☐ 8000 bbl			
	Less than 50 feet	(20 points) 20	
Depth to ground water (vertical distance from bottom of pit to seasonal high	50 feet or more, but less than 100 feet	(10 points)	
water elevation of ground water.)	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	
	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) Indicat	te disposal location:	
onsite 🔲 offsite 🛛 If offsite, name of facility Sundance Services, Parabo 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.			
I hereby certify that the information above is true and complete to the best of a been/will be constructed or closed according to NMOCD guidelines , a Date: March 20, 2007	general permit [], or an (attached) alternative OC	D-approved plan .	
Printed Name/Title_ Steven M. Bishop / HES Tech	Signature Trevol M. SNH	20/	
Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations.	relieve the operator of liability should the contents of	the pit or tank contaminate ground water or	
Approval: Date: 3/21/07			
Printed Name/Title CHEIS WILLIAMS / DIST. SARV	Signature Chus Uslleam		



Occidental Permian Ltd.

North Hobbs Unit # 18-529

API #30-025-38110

Unit Letter N, Section 18, T-18-S, R-38-E

N 32°44'32.10", W103°11'22.00"

100' X 100' Pit 50' East of Wellhead