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

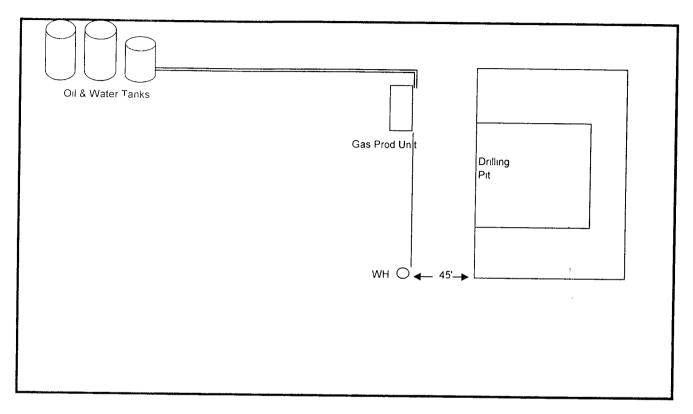
State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities. Submit to appropriate MOCD 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 of octow-grade tank Closure of a pit of octow-grade tank		
Operator: HARVEY E. YATES COMPANY Telephone: (505) 623-6601 e-mail address: kcannon@heycoenergy.com		
Address: PO BOX 1933 ROSWELL N.M. 88202		
Facility or well name. YOUNG DEEP UNIT #39 API #: 30-025-38179 U/L or Qtr/Qtr I. NE. SE Sec 10 T 18S R 32E		
County: LEA Latitude 32,760053'N Longitude 103 747287'W NAD: 1927 ☑ 1983 ☐		
Surface Owner: Federal 🛮 State 🗌 Private 🗎 Indian 🗍		
<u>Pit</u>	Below-grade tank	
Type: Drilling Production Disposal	Volume:bbl Type of fluid:	
Workover ☐ Emergency ☐	Construction material	
Lined M Unlined [Double-walled, with leak detection? Yes If not, explain why not.	
Liner type: Synthetic ☑ Thickness 12mil Clay ☐	☐ Thickness 12mil Clay ☐	
Pit Volume 2450 bbl		
	Less than 50 feet	(20 points) WTR = 80'
Depth to ground water (vertical distance from bottom of pit to seasonal	han 100 feet	(10 points)
high water elevation of ground water.)	om	(0 points) XXX
Wellhead protection area water source, or less than water source. Samples are to be obtained from the source of less than water source or less than pit floor area in each quadrant pit floor	it and	(20 points)
Wellhead protection area Samples area in each quadro	CD \	(0 points) XXX
Wellhead protection area water source, or less than Distance to surface water trigation canals, ditches and	e)(e)	
Distance to surface water analysis back-filling.		(20 points)
irrigation canals, ditches and	Too feet or more, but less than 1000 feet	(10 points) XXX
	1000 feet or more	(0 points)
	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 it		
your are burying in place) onsite 🗵 offsite 🗌 If offsite, name of facility		
remediation start date and end date (4) Groundwater encountered. No 🛛 Yes 🔲 II yes, show depth below ground surface		
(5) Attach soil sample results and a diagram of sample locations and excavations		
Additional Comments: Work plan for closure of drilling pit. The drilling pit contents will be mixed to stitten the pit contents. An encapseulation trench will be excavated		
And line with 12 mil synthetic liner on former drilling pit site. Drilling pit contents will then be emplaced into the encapsulation trench. A 20 mil synthetic liner will then		
Be placed over the pit contents with a min-3° over tap of the trench area. Then the encapsulation trench will then be backfulled to grade using a min- of 3° of clean soil and		
Like material. A one call and 48 hr notice will be provided to be Oil Conservation Division before pit closure actions begin. Pit closure will begin 1 week after permit approval.		
Thereby 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 6/18/07		
Printed Name/Fitle Keith Cannon Drilling Superintendent Signature		
Your certification and NMOCD approval of this application/closure does not relieve the operator of hability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Not does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.		
Approval: Printed Name/Fitle L Johnson - ENVIRO ENGL-Stgnature 8 Dus Date 6.27.07		





Young Deep Unit #39 Sec 10, T18S, R32E Lea Co N M