June 26, 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 18-517 Drilling Pit

API#30-025-38087

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

This letter is being sent as final 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 were removed from pit area.
- 2. All cuttings were disposed of at Sundance Services, Parabo Facility near Eunice, New Mexico.
- 3. A five spot composite sample was taken in the area below the pit liner.
- 4. A 2' clay liner will be placed in the bottom of the pit before back filling.
- 5. Native soils, stored on site, will be used for final backfill of the area.
- 6. Work should be completed by the end of July 2007.

TEVEN M. BISTER

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

Steven\_Bishop@oxy.com

(505) 397-8251

Attachments: Final Form C-144

Diagram of pit and well location

Cardinal Lab analysis dated 05/09/07 showing initial chloride and TPH non-detect

Cardinal Lab analysis dated 05/10/07 showing BTEX non-detect Cardinal Lab analysis dated 06/18/07 showing final chloride

<u>District I</u> 1625 N ·French Dr , Hobbs, NM 88240 <u>District II</u> 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

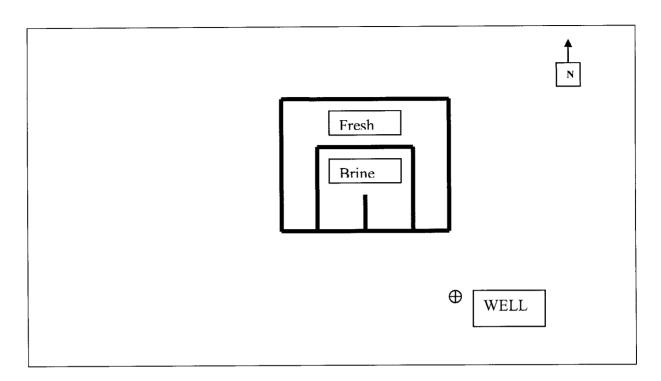
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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

Is pit or below-grade tan	de Tank Registration or Closk covered by a "general plan"? Yes Treelow-grade tank Closure of a pit or below	No 🔯			
OperatorOccidental Permian LTDTelephone: 505.39 Address: 1017 W. Stanolind Road Hobbs, NM 88240					
Facility or well name NHU 18-517API #:30-025-38087	U/L or Otr/Otr Lot 4 Sec. 18 T. 1	8 S R 38 E			
County: _Lea Latitude_32°44'30.67" N Longitude_103°11'					
Pit	Below-grade tank				
Type: Drilling ☑ Production ☐ Disposal ☐	Volumebbl Type of fluid				
Workover ☐ Emergency ☐	Construction material				
Lined ☑ Unlined □	Double-walled, with leak detection? Yes 🔲 I				
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)			
	Yes	(20 points)			
water source, or less than 1000 feet from all other water sources.)	No	( 0 points) 0			
	Less than 200 feet	(20 points)			
Distance to surface water (horizontal distance to all wetlands, playas,	200 feet or more, but less than 1000 feet	(10 points)			
irrigation canals, ditches, and perennial and ephemeral watercourses.)	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) In	dicate disposal location:			
onsite 🗌 offsite 🛛 If offsite, name of facility Sundance Service, Parabo F	onsite 🔲 offsite M If offsite, name of facility Sundance Service, 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					
diagram of sample locations and excavations					
I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines , a Date: June 26, 2007	general permit ∐, or an (attached) alternative	e OCD-approved plan ∐.			
Date: June 26, 2007					
Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations					
Approval: Date. 6/28/07 Printed Name/Title CHRIS WILLIAMS ( DIST. SUPV.	Signature Chris William	<u> </u>			



Occidental Permian Ltd.

North Hobbs Unit #18-517

API # 30-025-38087

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

N 32°44'30.67", W103°11'36.99"

100' X 100' Pit approximately 50' north of wellhead



PHONE (505) 393-2326 • 101 E MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR OCCIDENTAL PERMIAN LTD. PARTNERSHIP ATTN: STEVE BISHOP

1017 W. STANOLIND ROAD

HOBBS, NM 88240 FAX TO: (505) 397-8204

Receiving Date: 05/07/07
Reporting Date: 05/09/07
Project Number: NOT GIVEN
Project Name: NHU 18-517

Project Location: DRILLING PIT

Sampling Date: 05/07/07 Sample Type: SOIL

Sample Condition: COOL & INTACT

Sample Received By: AB Analyzed By: BC/AB

ANALYSIS DATE	05/08/07	05/08/07	05/08/07
H12563-1 NHU 18-517 PIT	<10.0	<10.0	7840
Quality Control	779	791	500
True Value QC	800	800	500
% Recovery	98.8	97.4	100
Relative Percent Difference	0.9	1.8	1.0

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; CI<sup>-</sup>: Std. Methods 4500-CI<sup>-</sup>B \*Analysis performed on a 1:4 w:v aqueous extract.

Chemist Chemist Chemist

Date

H12563A OXY



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ANALYTICAL RESULTS FOR OCCIDENTAL PERMIAN LTD. PARTNERSHIP

ATTN: STEVE BISHOP 1017 W. STANOLIND ROAD

HOBBS, NM 88240 FAX TO: (505) 397-8204

Receiving Date: 05/07/07 Reporting Date: 05/10/07

Project Number: NOT GIVEN
Project Name: NHU 18-517
Project Location: DRILLING PIT

Sampling Date: 05/07/07 Sample Type: SOIL

Sample Condition: COOL & INTACT

Sample Received By: AB

Analyzed By: AB

LAB NUMBER	SAMPLE ID	BENZENE (mg/Kg)	TOLUENE (mg/Kg)	ETHYL BENZENE (mg/Kg)	TOTAL XYLENES (mg/Kg)
ANALYSIS DA	TE	05/09/07	05/09/07	05/09/07	05/09/07
H12563-1	NHU 18-517 PIT	<0.002	<0.002	<0.002	<0.006
Quality Control		0.096	0.095	0.091	0.274
True Value QC		0.100	0.100	0.100	0.300
% Recovery		95.6	95.1	90.7	91.3
Relative Perce	nt Difference	2.5	2.8	2.9	2.9

METHOD: EPA SW-846 8021 B

Chemist Chemist Cooke

Date



PHONE (325) 673-7001 + 2111 BEECHWOOD + ABILENE, TX 79803

PHONE (505) 393-2326 • 101 E MARLAND • HOBBS, NM 88240

**ANALYTICAL RESULTS FOR** OCCIDENTAL PERMIAN LTD. PARTNERSHIP ATTN: STEVE BISHOP 1017 W STANOLIND ROAD **HOBBS, NM 88240** FAX TO: (505) 397-8204

Receiving Date: 06/18/07 Reporting Date: 06/18/07 Project Owner: OXY

Project Name: NHU 18-517 Project Location: DRILLING PIT Analysis Date: 06/18/07 Sampling Date: 06/18/07 Sample Type: SOIL

Sample Condition: COOL & INTACT

Sample Received By: HM

Analyzed By: AB

LAB NUMBER SAMPLE ID

CI (mg/Kg)

H12754-1 NHU DRILLING PIT 18-517	3040
	3040
	*
	***************************************
	<del></del>
Quality Control	500
True Value QC	
% Recovery	500
	100
Relative Percent Difference	1.0

	Standard Methods	 4500-CFB
M1_1		 ***

Note: Analysis performed on a 1:4 w.v aqueous extract.

06-18-07

H12754 OCC

PLEASE NOTE: Liability and Damages: Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tork, shall be limited to the amount paid by client for analysing All cleims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, attilistes or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.