

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

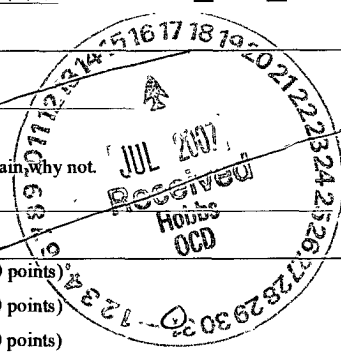
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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: <u>Newbourne Oil</u> Telephone: <u>(505) 393-5905</u> e-mail address: _____		
Address: <u>P.O. Box 5270 Hobbs NM 88240</u>		
Facility or well name: <u>Osado 7 St. Com #2</u> API #: <u>30-025-38003</u> U/L or Qtr/Qtr <u>B</u> Sec <u>7</u> T <u>215</u> R <u>35E</u>		
County: <u>Lea</u> Latitude <u>N32°29'56.4"</u> Longitude <u>W103°24'14.5"</u> NAD: 1927 <input type="checkbox"/> 1983 <input type="checkbox"/>		
Surface Owner: Federal <input type="checkbox"/> State <input type="checkbox"/> Private <input checked="" type="checkbox"/> Indian <input type="checkbox"/>		
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 <u>12</u> mil Clay <input type="checkbox"/> Pit Volume _____ 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: _____	
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet (20 points) 50 feet or more, but less than 100 feet (10 points) <u>100 feet or more</u> <u>100'</u> (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.)	Yes <u>Approx. 450' from Domestic water well @ San Simon Ranch House</u> (20 points) No (0 points)	
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) <u>1000 feet or more</u> (0 points)	
Ranking Score (Total Points) <u>20</u>		

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 CRI. (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 surface N/A ft. and attach sample results.

(5) Attach soil sample results and a diagram of sample locations and excavations.

Additional Comments: This is an amended C-144, I had previously filled for a C-144 to Deep Bury this Reserve pit. During the start of the Deep Bury process it was discovered a Domestic Water Well was in close proximity of this Reserve pit. Pit Contents will now be hauled from this site to CRI for Disposal. Refer to Attached Pit Closure plan for Additional Information.

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

Date: 7/16/07

Printed Name/Title: Dusty L. Wilson / Field Supervisor 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: L. JOHNSON - ENVIRO ENGR Signature: _____

Date: 7.16.07

New Mexico Environmental Services

Hobbs, New Mexico

Reserve Pit Remediation

SURFACE PIT CLOSURE PLAN

PIT PARAMETERS

COMPANY: Mewbourne oil

WELL SITE: Osudo 7 State Com #2

LEGAL DESCRIPTION: Unit B Sec 7 T21s R35e, 660

FNL 1780 FEL, Lea co.

The reserve pit inset on this leasehold is being permitted to close as per New Mexico OCD "Pit and Below Grade Tank Guidelines" dated November 1, 2004.

This pit was excavated and formed to the dimensions roughly 150' X 150' X 6' deep. A 12 mil membrane liner and pad was used to prevent leakage to the surface soils. A visual examination of the membrane liner indicates that the liner had maintained its integrity.

After the drilling and completion phase of this project, the water phase of the pit contents were pumped and hauled to an approved water injection facility. It is estimated that the volume of solids remaining are to +/- 2800 yards. The remaining Drilling Mud Solids will be removed from the drilling site and transported to an approved disposal site for such materials, as to not contaminate any ground water sources beneath the drilling pit area. The remaining clean soil will be mechanically shaped as to prevent erosion of the well site until vegetation is established. A minimum of 36" of top soil will be used to cover the drilling pit area. This soil must be capable of supporting plant growth. A seed mixture will be used as to conform to local BLM and OCD requirements.

LOCATION DIAGRAM

Mewbourne Oil, Osudo 7 State com #2

API #30-025-38003

V-DOOR East

