

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>Energen Resources Corporation</u> Telephone <u>432-687-1155</u> e-mail address <u>andy.cobb@energen.com</u>		
Address: <u>3300 N. A St., Bldg. 4, Ste. 100 Midland, TX 79705</u>		
Facility or well name <u>Saunders Deep State #3</u> API # <u>30-025-38543</u> U/L or Qtr/Qtr <u>C</u> Sec <u>3</u> T <u>15S</u> R <u>33E</u>		
County <u>Lea</u> Latitude _____ Longitude _____ 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"/> Unlimited <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>12</u> mil Clay <input type="checkbox"/> Pit Volume <u>12000</u> 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 _____ <i>WTR 100'</i>	
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) X (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 No	(20 points) (0 points) X
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) (0 points) X
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 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 surface _____ ft. and attach sample results (5) Attach soil sample results and a diagram of sample locations and excavations.

Additional Comments: Pit will be closed in accordance with OCD's current guidelines regarding pit closure.
Prior to burial a visual inspection of the pit will be conducted. Any apparent or suspect contamination areas will be sampled, submitted to OCD and remediated prior to closure.

**PIT WILL BE SAMPLED IN EACH QUADRANT 1' BELOW LINER BOTTOM
= & SUBMITTED w/ CLOSURE - ALL CONTAMINATION
ABOVE 250 PPM CHLORIDE IS SUBJECT TO REMOVAL
- A MINIMUM OF 3' CAP IS REQUIRED**

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 9-4-07

Printed Name/Title Andy Cobb

Signature: Andy Cobb

Sr. Safety & Environmental Specialist

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:

Date: 9-11-07

Printed Name/Title: _____

Signature: ENVIRONMENTAL ENGINEER

CONTACTS

- Mark Bright
Office - 432-556-4941
Cell - 432-556-4941
- Rex Smith
Office - 432-557-6263
Cell - 432-557-6263
- Terry Lawler
Office - 432-687-1155
Cell - 432-557-0255
- Energen Fax Number
432-688-3140

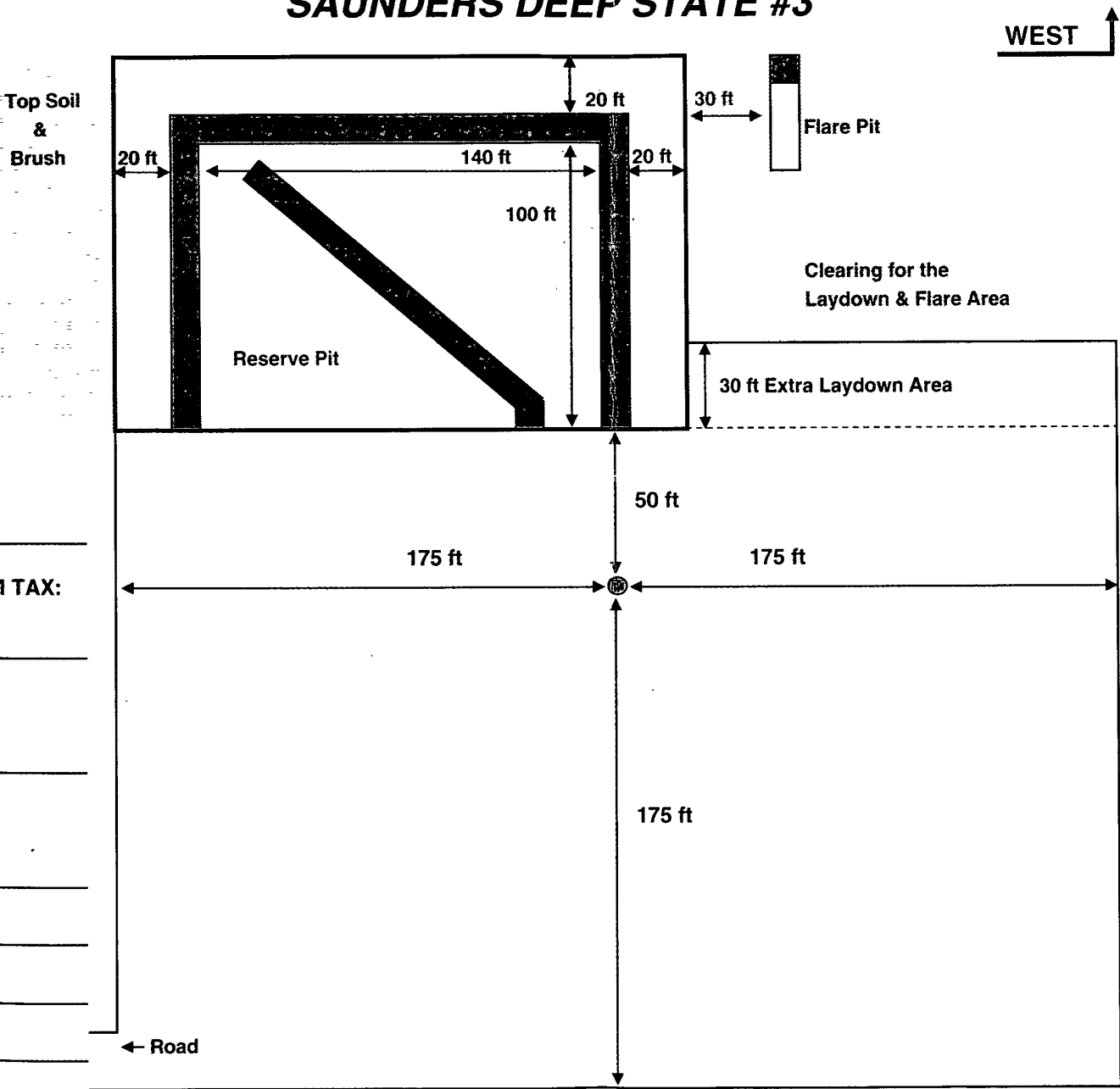
● CONTRACTOR:

● TOTAL BID PRICE w/ NM TAX:
\$

● SIGNED

● REMARKS:

ENERGEN RESOURCES CORPORATION
SAUNDERS DEEP STATE #3



LOCATION SPECIFICATIONS

- Size -- 350 ft x 225 ft Rig -- TBD
- New Road: Width x Length -- 12 ft x 470 ft
- Existing Road Length -- 0 ft
Repair: Material -- loads
- Reserve Pit -- See Diagram for Dimensions
- Working Pits -- Steel Pits
- Cellar -- 8 x 8 x 6 (3 x 12's)
- The Caliche used to build this Location is to be picked-up from the SDS #4 Location. Any supplemental Caliche, should come out of this reserve if possible.
- The Location & Roads are to have a minimum of 6" of new compacted material (Caliche).
- The Location & Roads are to be compacted by means of Grid & Vibratory rollers.
- All brush from the location & road is to be stock-piled by the reserve pit to be buried during the clean-up.
- The Reserve Pit is to be built sub-surface with the material from the pit utilized to build the new location and to upgrade the existing road as needed.
- 1 ft of top-soil is to be stock-piled to be put back over the reserve during the clean-up.
- The fresh water for the location will be furnished by the Dirt Contractor.
- The caliche royalty is to be paid by Energen.