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

Form C-144 June 1, 2004 For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

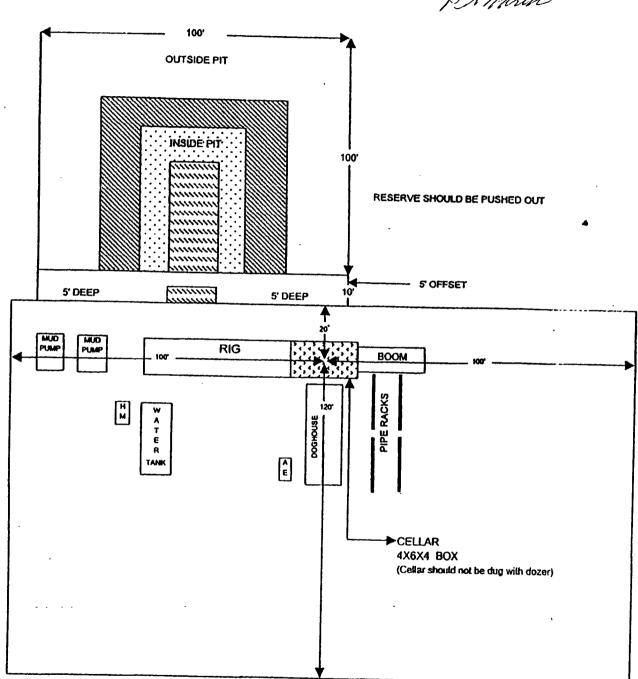
1220 South St. Francis Dr. office Santa Fe, NM 87505 Pit or Below-Grade Tank Registration or Closure

| 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: Texland Petroleum-Hobbs, LLC Telephone Address: 777 Main Street, Suite 3200, Fort I Facility or well name: Knowles 29 Fed #1 API#: 34  |  | ith@texpetro.com  Sec 29 T 16S R 38E  |
|  | 32.895375°N Longitude 103.16   |   |
| Surface Owner: Federal State Private Indian  |  |   |
| Pit  | Below-grade tank   | ,   |
| Type: Drilling KProduction Disposal D  | Volume:bbl Type of fluid: 10   |   |
| Workover ☐ Emergency ☐   | Construction material:   |   |
| Lined KXUnlined  | Volume:bbl Type of fluid:  |   |
| Liner type: Synthetic ☑ Thickness 12 mil Clay ☐  |  |   |
| Pit Volume 4400 bbl  | 1  |   |
|  | Less than 50 feet  | (20 points)   |
| Depth to ground water (vertical distance from bottom of pit to seasonal  | 50 feet or more, but less than 100 feet  | (10 points)   |
| high water elevation of ground water.)   | 100 feet or more   | ( <b>0</b> points) 0  |
|  | Yes  | (20 points)   |
| Wellhead protection area: (Less than 200 feet from a private domestic  | No   | ( 0 points) 0   |
| water source, or less than 1000 feet from all other water sources.)  |  |   |
| 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)   |
| arigunationam, around, and particular approximation of the second of the | 1000 feet or more  | ( 0 points) ()  |
|  | Ranking Score (Total Points)   | 2005  |
| If this is a pit closure: (1) Attach a diagram of the facility showing the pit   | 's relationship to other equipment and tanks. (2) Indica   | ate disposal location: (check the onsite box if   |
| your are burying in place) onsite O offsite I If offsite, name of facility_  | (3) Attach a general d   | escription of remedial action taken including   |
| remediation start date and end date. (4) Groundwater encountered: No [   |  |   |
| (5) Attach soil sample results and a diagram of sample locations and excava  |  |   |
| Additional Comments:   |  |   |
|  | WILL REQUIRE PROOF   | 0 <del>5</del>  |
| GROUND WATER T   |  |   |
| O, o C, o  |  |   |
|  |  |   |
|  |  |   |
|  |  |   |
| I hereby certify that the information above is true and complete to the best has been/will be constructed or closed according to NMOCD guideling   | t of my knowledge and belief. I further certify that these $\square$ , a general permit $\square$ , or an (attached) alternation | he above-described pit or below-grade tank<br>tive OCD-approved plan .                          |
| Date: 10/4/07  | `  |   |
| Printed Name/Title Vickie Smith/Regulatory Anal  | vst Signature Vickie Smu   | EL.   |
| Your certification and NMOCD approval of this application/closure does otherwise endanger public health or the environment. Nor does it relieve  | not relieve the operator of liability should the contents  | of the pit or tank contaminate ground water or<br>ny other federal, state, or local laws and/or |
| regulations.   |  |   |
| Approval:  | Colomo   |   |
| Approval:  | signature ENVIRONMENTAL EN   | GINEER Date: 11.27.07   |
| Printed Name/Title   |  | Date. 11  |

## CapStar Drilling, Inc. LOCATION SPECIFICATIONS AND RIG LAYOUT FOR EARTH PITS

EXHIBIT "F"

See COAle PANarth



Cellar can be 4X4X4 if using a screw-on wellhead Working Pits dug 5' below ground level