

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 Yates Petroleum Corporation Telephone 505-748-4500 e-mail address mikes@ypcnm.com			
Address 105 South 4th Street, Artesia, NM 88210			
Facility or well name Dempster State Unit #2 API # 30-025-36785 U/L or Qtr/Qtr L Sec 31 T 11S R 36E			
County Lea Latitude 33 3203 Longitude 103 34792 NAD 1927 <input checked="" 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 type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Work over <input checked="" type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type Synthetic <input checked="" type="checkbox"/> Thickness 12 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 50 feet or more, but less than 100 feet 100 feet or more		(20 points) XXXX (10 points) (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) XXXX
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) XXXX
Ranking Score (Total Points)			20 Points

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 N/A (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: Closure work plan for workover pit. The workover pit contents will be excavated and hauled to an OCD approved soil waste facility.
The excavated area will be backfilled to grade using a minimum of 3' of clean soil and like material. A one call and a 48 hour notice will be provided to the Oil Conservation Division.
Pit Closure start date N/A Final closure date N/A

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 <input type="checkbox"/> , a general permit <input checked="" type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .	
Date 10/11/2007	Printed Name/Title Mike Stubblefield / Environmental Regulatory Agent Signature <i>Mike Stubblefield</i>
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 GARY W. WINK / STAFF MGR Signature <i>Gary W. Wink</i> Date OCT 15 2007	

PIT CLOSURE FINAL
DATE 11/27/2007