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 ☐

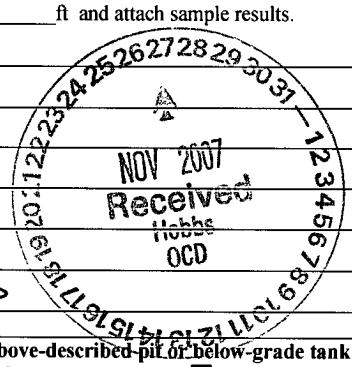
Operator. _EOR Operating Company_____Telephone: _(432) 687-0303_____e-mail address: ____andy.chalker@att.net_____
Address: _200 N. Loraine Suite , Suite 1440 – Midland TX. 70791_____
Facility or well name: __Milnesand Unit Well#54_____API #: _30-041-00251_____U/L or Qtr/Qtr ___H_____ Sec _13_____ T __8S_____ R _34E_____
County: _Roosevelt_____ Latitude _____ Longitude _____ NAD: 1927 ☐ 1983 ☐
Surface Owner: Federal ☒ State ☐ Private ☐ Indian ☐

Pit	**Below-grade tank**	
Type Drilling ☐ Production ☐ Disposal ☐ Workover ☐ Emergency ☒ Lined ☒ Unlined ☐ Liner type: Synthetic ☒ Thickness _____mil Clay ☐ Pit Volume __150_____bbl	Volume: _____bbl Type of fluid. _____ Construction material: _____ Double-walled, with leak detection? Yes ☐ 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 (X)	(20 points) (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 (X)	(20 points) (0 points)
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 (X)	(20 points) (10 points) (0 points)
	Ranking Score (Total Points)	(0)

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 your 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: EOR Operating Company will:
MIRU PU to Pull tubing and injection packer to repair and return to injection and perform Material Integrity Test
Will need to dig and line earth pit to catch produced water as well will flow approx ½ bbl/min while well servicing is performed.
Will transport produced water via vac. Truck as needed to EOR water injection facility for disposal
Once job is complete, pit will be completely emptied and liner removed and disposed of.

PIT MUST BE LINED



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. __11/21/2007____
Printed Name/Title Andy Chalker Sr. Ops. Supt. Signature Andy Chalker

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 _____ Signature ENVIRONMENTAL ENGINEER Date: 12.17.07

HOLD UNTIL CHANGE OF OPERATOR IS APPROVED