

Original
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
100 Rio Brazos Road, Artesia, 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

For drilling and production wells, submit to appropriate NM OESD District Office
for downstream wells, submit to appropriate office

Form C-144
June 1, 2004

RECEIVED

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

AUG 1 2008

HOBBS OCD

API # 30-025-38256

Operator: Value Petroleum Corporation Telephone: 505-748-4550 e-mail address: mike@vpcw.com
Address: 105 South 4th Street, Artesia, NM 88210
Facility or well name: Wilson State Unit #8 API #: 30-025-38256 U/L or Oil/Gas C Ave 14 T 11S R 34E
County: Lea Latitude: 33.37111 Longitude: 103.45201 NAD: 1927 1983
Surface Owner: Federal State Private Indian

Pit	<u>Below-grade tank</u>	
Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Work over <input type="checkbox"/> Emergency <input type="checkbox"/>	Volume: _____ bbl	Type of fluid: _____
Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/>	Construction material: _____	
Linertype: Synthetic <input checked="" type="checkbox"/> Thickness: 12 mil Clay <input type="checkbox"/>	Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not: _____	
Pit Volume: 24,000 bbl		
Depth in 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, playa, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 300 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) (0 points) XXXX
Ranking Score (Total Points)		28 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: NA. (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.

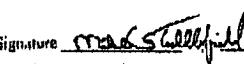
(5) Attach soil sample results and a diagram of sample locations and elevations.

Additional Comments/Closure work plan for encapsulation trench. An encapsulation trench will be constructed and lined with 12 mil synthetic liner next to existing drilling pit. The drilling pit contents will be excavated and emplaced into the encapsulation trench using a mixture of three to one pit material and Class H bulk cement or CKD. The emulsion of pit material and cement will be mixed using a track hoe and water added if needed. After compaction of solidifying pit material in cement and pit contents have set in place for a minimum of 24 hours, the encapsulation trench will then be capped using a 20 mil synthetic liner placed over the pit contents with a minimum of a 3' over lap of the underlying trench areas. The trench will then be backfilled to grade using a minimum of 3' of clean soil or like material. A one call a id 48 hour notification to OCD will be made before pit closure action begins. Beginning pit closure date: N/A. Ending pit 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 NM/OCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .

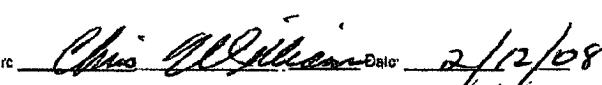
Date: 12/17/2007

Printed Name/Title: Mike Shubbefield / Environmental Regulatory Agent

Signature: 

Your certification and NM/OCD 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: CURT WILLIAMS / DIST SUPER Signature:  Date: 2/12/08

PIT CLOSURE FINAL

DATE 2/23/2008