

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: Nadel & Gussman Permian, LLC Telephone: 432-682-4429 e-mail address: kemm@naguss.com

Address: 601 N. Marienfeld, Suite 508, Midland, Texas 79701

Facility or well name: Euro State No. 1 API #: 30-025-37995 U/L M S5 T17S R34E 990' FSL 9902' NW 1/4

County: Lea Latitude N Longitude W NAD: 1927 ☐ 1983 ☐

Surface Owner: Federal Private X Indian ☐

RECEIVED
OCT 03 2008

Pit

Type: Drilling X Production ☐ Disposal ☐

Workover ☐ Emergency ☐

Lined X Unlined ☐

Liner type: Synthetic X Thickness: 12ml HDPE liner Clay ☐

Pit Volume: 1500 bbl. Approximately

Below-grade tank N/A

Volume: N/A bbl Type of fluid: N/A

Construction material: N/A

Double-walled, with leak detection? ☐ If not, explain why not

HOBBS OIL

Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of groundwater.) NMOCD map shows 80' - 100' depth to groundwater.

Less than 50 feet
50 feet or more, but less than 100 feet
100 feet or more

(20 points)
(10 points)
10 pts.

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) 0 pts.

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) 0 pts.

Ranking Score (Total Points)

10 pts.

If this is a pit closure: (1) Indicate disposal location: offsite N/A If offsite, name of facility: N/A (2) Attach a general description of remedial action taken. (3) Groundwater encountered: No X Yes ☐ If yes, show depth below ground surface _ ft. and attach sample results. (4) Attach soil sample results.

Additional Comments: Please refer to the attached letter for detailed "Closure Plan" and note groundwater information above.

PIT CLOSED SEPTEMBER 2007

SAMPLE ANALYTICALS ATTACHED

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 X, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Date: 13 September 2007

Printed Name/Title Kem McCready, Operation Manager

Signature:

Kem McCready

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

[Signature]
ENVIRONMENTAL ENGINEER

Date:

10.3.08

Summary Report

Kem McCready
Nadel & Gussman Permian LLC
601 N. Marienfeld
Suite 508
Midland, TX, 79701

Report Date: August 16, 2007

Work Order: 7081515



Project Name: Euro State No. 1

Sample	Description	Matrix	Date Taken	Time Taken	Date Received
133142	N Wall & Floor Comp 20'	soil	2007-08-08	17:00	2007-08-15
133143	S Wall & Floor Comp 20'	soil	2007-08-08	17:25	2007-08-15
133144	E Wall & Floor Comp 20'	soil	2007-08-08	18:00	2007-08-15
133145	W Wall & Floor Comp 20'	soil	2007-08-08	18:50	2007-08-15

Sample: 133142 - N Wall & Floor Comp 20'

Param	Flag	Result	Units	RL
Chloride		26.7	mg/Kg	5.00

Sample: 133143 - S Wall & Floor Comp 20'

Param	Flag	Result	Units	RL
Chloride		<20.0	mg/Kg	5.00

Sample: 133144 - E Wall & Floor Comp 20'

Param	Flag	Result	Units	RL
Chloride		<20.0	mg/Kg	5.00

Sample: 133145 - W Wall & Floor Comp 20'

Param	Flag	Result	Units	RL
Chloride		<20.0	mg/Kg	5.00