## HOBBS OCD

District 1 1625 N. French Dr , Hobbs, NM 88240

\* 11 S First St , Artesia, NM 88210 JAN 09 2013

District III

1000 Rio Brazos Road, Aztec, NM 87410 District IV

1220 S St Francis Dr , Santa Fe, NM 87505ECEIVED

State of New Mexico
Energy Minerals and Natural Resources
Department

Oil Conservation Division 1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-144 CLEZ Revised August 1, 2011

For closed-loop systems that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, submit to the appropriate NMOCD District Office.

## Closed-Loop System Permit or Closure Plan Application

| (that only use above ground steet tank | stor haul-off bins ar | nd propose to implemen | il waste removal jo | or closure) |
|--|-----------------------|------------------------|---------------------|-------------|
|  |                       |                        |                     |             |

Type of action: Permit Closure

Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application request other than for a closed-loop system that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, please submit a Form C-144.

Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinance.

| environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental author   | rity's rules, regulations or ordinances. |  |  |  |
|---|--|--|--|--|
| Operator: APACHE CORPORATIONOGRID #: 873  |  |  |  |  |
| Address 303 VETERANS AIRPARK LANE, STE 3000 MIDLAND, TX 79705   | RECEIVED                                 |  |  |  |
| Facility or well name: DSTATE #92   |  |  |  |  |
| API Number: 30-015- 40237 OCD Permit Number: 212901   | MAY 03 2012                              |  |  |  |
| U/L or Qtr/Qtr K Section 35 Township 17S Range 28E County: EDDY   | NMOCD ARTESIA                            |  |  |  |
| Center of Proposed Design: Latitude 32.788877 Longitude 104.147420 NAD: 1927 1983   | NIVIOOD 7444                             |  |  |  |
| Surface Owner:  Federal State Private Tribal Trust or Indian Allotment  |  |  |  |  |
| 2.  Closed-loop System: Subsection H of 19.15.17.11 NMAC  |  |  |  |  |
| Operation: Drilling a new well D Workover or Drilling (Applies to activities which require prior approval of a perm   | nit or notice of intent)                 |  |  |  |
| Above Ground Steel Tanks or Haul-off Bins   |  |  |  |  |
| Signs: Subsection C of 19.15.17.11 NMAC   | RECEIVED                                 |  |  |  |
| 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers   | JAN <b>1 0</b> 2013                      |  |  |  |
| Signed in compliance with 19.15.16.8 NMAC   | JAN IV 2013                              |  |  |  |
| Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC  Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.  Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC  Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC  Closure Plan (Please complete Box 5) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC |  |  |  |  |
| Previously Approved Design (attach copy of design)  API Number:   |  |  |  |  |
| Previously Approved Operating and Maintenance Plan   API Number:  |  |  |  |  |
| S.  Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.D NMAC)  Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.  |  |  |  |  |
| Disposal Facility Name: SUNDANCE INCORPORATED Disposal Facility Permit Number: NM-01-0003   |  |  |  |  |
| Disposal Facility Name: CRI Disposal Facility Permit Number: NM-01-0006   |  |  |  |  |
| Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations?  Yes (If yes, please provide the information below) No   |  |  |  |  |
| Required for impacted areas which will not be used for future service and operations.  Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC  Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC  Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC   |  |  |  |  |

| Operator Application Certification:  |   |  |  |  |
|--|---|--|--|--|
| I hereby certify that the information submitted with this applicati  | on is true, accurate and complete to the best of my knowledge and belief.   |  |  |  |
| Name (Print): <u>SUSAN BLAKEMORE</u>   | Title: DRILLING TECH  |  |  |  |
| Signature:   | Date: MAY 2, 2012   |  |  |  |
| e-mail address susan_blakemore@apachecorp.com  | Telephone: 432-818-1966   |  |  |  |
| 7. OCD Approval: Permit Application (including closure plan) Closure Plan (only)   |   |  |  |  |
| OCD Representative Signature:  | Approval Date: 1/31/2013  |  |  |  |
| Title: DIST A Superior   | OCD Permit Number: 2/2901   |  |  |  |
|  | sure plan prior to implementing any closure activities and submitting the closure report. thin 60 days of the completion of the closure activities. Please do not complete this |  |  |  |
| Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized. |   |  |  |  |
| Disposal Facility Name:  Disposal Facility Name:   | Disposal Facility Permit Number: <u>NM -01 -0006</u>  |  |  |  |
| Disposal Facility Name:  | Disposal Facility Permit Number:  |  |  |  |
| Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?  Yes (If yes, please demonstrate compliance to the items below) \(\sigma_k\) No   |   |  |  |  |
| Required for impacted areas which will not be used for future ser  Site Reclamation (Photo Documentation)  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique  | vice and operations:  |  |  |  |
| Operator Closure Certification: I hereby certify that the information and attachments submitted w belief. I also certify that the closure complies with all applicable   | rith this closure report is true, accurate and complete to the best of my knowledge and closure requirements and conditions specified in the approved closure plan.             |  |  |  |
| Name (Print): Vicki Brown  | Title:  |  |  |  |
| Signature: Wilki Brown   | Date: 1-4-13  |  |  |  |
| e-mail address vicki brown@apachecorp.com  | Telephone: 432.818,1000   |  |  |  |