District I
1625 N. French Dr., Hobbs, NM 88240
District 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 Department Oil Conservation Division

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-144 CLEZ July 21, 2008

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

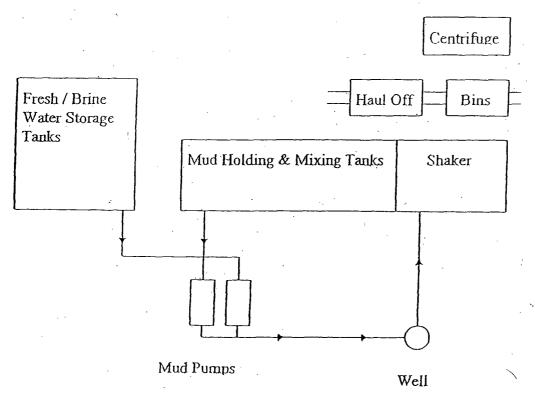
Closed-Loop Bystem I chine o			
(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)			
Type of action: X Pe			
Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system that only use above ground steel tanks or haul-off bins and prop	oose to implement waste removal for cl	osure, 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 ordinances.			
©perator: Mewbourne Oil Company	OGRID #:_14744		
Address: _PO Box 5270 Hobbs, NM 88241	1		
Facility or well name: Black Lake 5 PA State Com #1H			
API Number: 30-015-41124 OCD I	Permit Number: 214011		
U/L or Qtr/Qtr P Section 5 Township 25S Range	28E County: Eddy		
Center of Proposed Design: Latitude Long			
Surface Owner: Federal State Private Tribal Trust or Indian Allotment			
X Closed-loop System: Subsection H of 19.15.17.11 NMAC			
Subsection 11 of 19.13.17.11 (Wife) Specification: Drilling a new well Workover or Drilling (Applies to activitie)	s which require prior approval of a p	ermit or notice of intent) P&A	
Above Ground Steel Tanks or Haul-off Bins	winen require prior approval of a p		
3.		RECEIVED	
Signs: Subsection C of 19.15.17.11 NMAC 12"x 24", 2" lettering, providing Operator's name, site location, and emergence	sy telenhone numbers	FEB 1 9 2013	
X Signed in compliance with 19.15.3.103 NMAC	, terepriorie nametre	ANAGOD ADTECIA	
4.		NMOCD ARTESIA	
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:			
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:CRI	Disposal Facility Permit Number	NM 010006	
Disposal Facility Name:Lea Land	Disposal Facility Permit Number:		
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 G of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC			
5. Operator Application Certification:			
thereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.			
Name (Print): Jackie Lathan Title: _Hobbs Regulatory			
Signature: Date: 02/15/13			
e-mail address:jlathan@mewbourne.com	Telephone: 575-393-5905		
	n Division	Page Lof 2	

7. OCD Approvai: Permit Application (including closure plan) Closure Plan (only)			
OCD Representative Signature:	Approval Date: 2/20/2013		
Title: 015 D Spe	OCD Permit Number: 214011		
8. Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date:			
9. 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 Permit Number:		
Disposal Facility Name:			
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) No			
Required for impacted areas which will not be used for future service and operations: Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique			
10Operator Closure Certification:			
I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.			
Name (Print):	Title:		
Signature:			
e-mail address:	Telephone:		

OPERATING AND MAINTENANCE PLAN

- 1. The operator will maintain all liquids and solids within the closed loop system. To prevent the contamination of fresh water and protect public health & environment. Rig personnel will inspect system each tour & report any leaks or spills as required. Leaks in system will be properly fixed immediately.
- 2. Solids and contaminated fluid will be hauled to the approved facility as required.

Closed Loop System Design & Construction



Black Lake 5 PA State Com #1H Unit P, Sec 5, T25s, R28E Eddy Co., NM