District I 1625 N French Dr , Hobbs, NM 88240 District II

811 S First St, Artesia, NM 88210

District IV

HOBBS OCD

State of New Mexico

Form C-144 CLEZ Energy Minerals and Natural Resources Revised August 1, 2011 Department

District III 1000 Rio Brazos Road, Aztec, NM 87410 FEB 2 5 2013

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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

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

Closed-Loop System Permit or Closure Plan Application

| Type of action: Permit Closure   | oval for closure)   |       |  |
|--|---|-------|--|
| Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application   | cation 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 clos   | sure, 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 sur-<br>environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental auth  | face water, ground water or the ority's rules, regulations or ordinan | ices. |  |
| I. State of the st |   |       |  |
| Operator: APACHE CORPORATION OGRID #: 873  |   |       |  |
| Address 303 VETERANS AIRPARK LANE, STE 3000 MIDLAND, TX 79705  |   |       |  |
| Facility or well name: DSTATE #82  |   |       |  |
| API Number: 30-015- 40 13 2 OCD Permit Number: 212761  |   | _     |  |
| U/L or Qtr/Qtr I Section 35 Township 178 Range 28E County: EDDY  | RECEIVED  |       |  |
| Center of Proposed Design: Latitude 32.790739 Longitude 104.139067 NAD: NAD: 1927 1983   | FEB <b>2 6</b> 2013   |       |  |
| Surface Owner 🔲 Federal 🔀 State 🔲 Private 🔲 Tribal Trust or Indian Allotment   |   |       |  |
| 2.   | NMOCD ARTESIA   |       |  |
| Closed-loop System: Subsection H of 19.15.17.11 NMAC   |   |       |  |
| Operation: Drilling a new well  Workover or Drilling (Applies to activities which require prior approval of a per  | mit or notice of intent) P&A  |       |  |
| ☐ Above Ground Steel Tanks or ☒ Haul-off Bins  | ·   |       |  |
|  | DECEMENT  |       |  |
| 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  Signed in compliance with 19.15.16.8 NMAC   | APR 6 2012  |       |  |
| 4  |   |       |  |
| Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC  NMOCD ARTESIA  |   |       |  |
| 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:   |   |       |  |
| Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use facilities are required.  | attachment if more than two   |       |  |
| Disposal Facility Name: <u>SUNDANCE INCORPORATED</u> Disposal Facility Permit Number: <u>NM-01-0003</u>  |   |       |  |
| 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   |   |       |  |

| 6. Operator Application Certification:  |   |  |
|---|---|--|
| I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.  |   |  |
| Name (Print): SUSAN BLAKEMORE   | Title: DRILLING TECH  |  |
| Signature: Sysan Blakenure  | Date: APRIL 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: 4/18/2013                                    |  |
| Title: 0157 A Spen  | OCD Permit Number: 212761                                   |  |
| 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: 2 17 2013 |   |  |
| 9. Closure Report Regarding Waste Removal Closure For Closed-loop Systems   | That Utilize Above Ground Steel Tanks or Haul-off Rins Only |  |
| Instructions: Please indentify the facility or facilities for where the liquids, dril two facilities were utilized.   |   |  |
| Disposal Facility Name:CR\  | Disposal Facility Permit Number: Nm - 01 - 0000             |  |
| 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) \( \subseteq \) No   |   |  |
| Required for impacted areas which will not be used for future service and operati  Site Reclamation (Photo Documentation)  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique   | ons:  |  |
| Operator Closure Certification:  I hereby certify that the information and attachments submitted with this closure reduced belief. I also certify that the closure complies with all applicable closure requirements.   |   |  |
| Name (Print): Kristina Agee   | Title: Drilling Tech  |  |
| Signature: Kagee  | Date: 2 20 2013   |  |
| e-mail address: Kristing. agee @ apache corp. com   | Telephone: 432-818-1000                                     |  |