District L 1625 N. French Dr , Hobbs, NM 88240 District IL 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 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

(that only use above ground steel tanks or haul-off hins and propose to implement waste removal for closure)

Type of action: Permit x 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 ordinances		
Operator XIO ENERGY INC.	OGRID# _ 5380	
Address: 382 CR 3100 AZTEC, NM 87410		
Facility or well nameFEDERAL GAS COM E #1E (P&A)		
API Number 30-045-23882 OCD Permit Number:		
U/L or Qtr/Qtr I Section 30 Township	30N Range 12W County SAN JUAN	
	Longitude NAD	
Surface Owner		
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 permit or notice of intent) X P&A		
X Above Ground Steel Tanks or ☐ Haul-off Bins		
Signs: Subsection C of 19 15 17.11 NMAC 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers Signed in compliance with 19 15 3 103 NMAC RCUD HAR 28 '12 OIL CONS. DIV. DIST. 3		
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 Num	mber	
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		
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 application is true, accurate and complete to the best of my knowledge and belief.		
Name (Print)	Title	
Signature:	Date:	
e-mail address.	Telephone	

OCD Approval: Permit Application (including closure plan) Closure: OCD Representative Signature: OCD Politics OCD Politics	P lan (only) Approval Date: 3/2/2012 ermit Number:	
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: 1/30/2012		
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.	
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)		
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		
Operator 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):SHERRY_J. MORROW	Title REGULATORY ANALYST	
Signature Sherry Smonous	Date3/27/2012	
e-mail address Sherry Morrow@xtoenergy.com	Telephone505-333-3630	