State of New Mexico

Form C-144 CLEZ July 21, 2008

District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
Deportment District III 1000 Rio Brazos Road, Aztec, NM 87410

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 **2 0** 2012

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.

Close System Permit or Closure Plan Application

(that only use above ground steel tanks or haul-off b	<u>bins and propose to implement waste re</u>	emoval for closure)	
Type of action: X 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 lia environment. Nor does approval relieve the operator of its responsibility to comp. 1.	bility should operations result in pollution of oly with any other applicable governmental au	surface water, ground water or the athority's rules, regulations or ordinances.	
Operator: Mewbourne Oil Company	OGRID #:_14744		
Address: _PO Box 5270 Hobbs, NM 88241			
Facility or well name: Ironhouse 33 NC State Com #1H			
Facility or well name: Ironhouse 33 NC State Com #1HAPI Number: 30 1025 40868	OCD Permit Number: 11-0596	<i>2</i>	
U/L or Qtr/Qtr N Section 33 Township 18S Rang	ge 35ECounty: Lea		
Center of Proposed Design: Latitude	Longitude	NAD: □1927 □ 1983	
Surface Owner:	an Allotment		
X Closed-loop System: Subsection H of 19.15.17.11 NMAC			
Operation: X Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) P&A			
☐ Above Ground Steel Tanks or ☒ Haul-off Bins			
3.			
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			
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 applica	tion. Please indicate, by a check mark in	the box, that the documents are	
attached. Solution 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 G	Fround Steel Tanks or Haul off Rins Onl	v: (19.15.17.13.D.NMAC)	
Instructions: Please indentify the facility or facilities for the disposal of l facilities are required.			
Disposal Facility Name:CRI	Disposal Facility Permit Number:	NM 010006	
Disposal Facility Name:Lea Land		WM-1-035	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that <i>will not</i> 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 Sub-			
Operator Application Certification:			
I hereby certify that the information submitted with this application is true,		<u> </u>	
Name (Print): Jackie Lathan	Title: _Hobbs Regulatory		
Signature: All Jung for Jackie Lathan	Date: _11/20/12		
e-mail address:jlathan@mewbourne.com	Telephone: _575-393-5905		

Form C-144 CLEZ

Oil Conservation Division

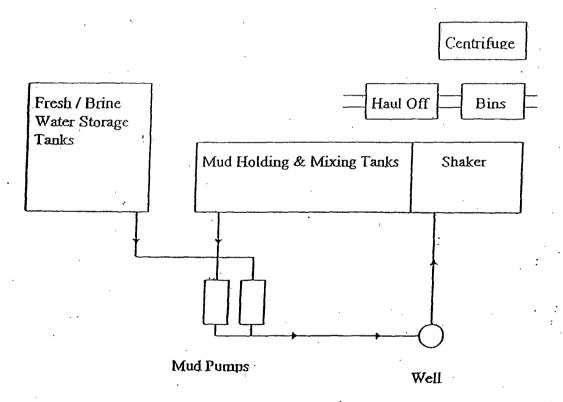
Page 1 of 2

7. OCD Approval: Permit Application (including chosure plan) Closure Plan (only)		
OCD Representative Signature:	Approval Date: //- 20-20/2	
Title: Dist. MA	Approval Date: 1/- 20-2012 OCD Permit Number: 1-05462	
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: 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:	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) 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		
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):	Title:	
Signature:	Date:	
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



Trowhouse 33 MC State Com#1H Unit M Sec 33, T.185, R35E Lea Co, M.M.