District I
1625 N. French Dr., Hobbs, NM 88240
District II
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 HOBBS Energy Minerals and Natural Resources Department FEB 2 8 2013Oil 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.

Closed-Boop System Permit or Closure Plan Application

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

Type of action: \Box Permit \boxtimes 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:	COG Produ	ction LLC	OGRID #	:	<u>217955</u>		_
Address:		<u>2208 W</u>	est Main Street, Art	esia, NM 88211-0	<u>)227</u>		
Facility or well name:		Redh	ead 31 Federal #1H				
API Number:	<u>30-025-40390</u>	~	OCD Perm	it Number: <u>P</u>	1-04043		
U/L or Qtr/Qtr	<u>NWNW</u>	_Section	<u>31 </u>	_24S Range	<u>32E</u>	County:	Lea
Center of Proposed D	esign: Latitude		Lo	ngitude		-	NAD: 1927 🗍 1983
Surface Owner: 🛛 Federal 🗌 State 🔲 Private 🔲 Tribal Trust or Indian Allotment							
2.							
Signs: Subsection C	of 19.15.17.11 N	MAC					
12"x 24", 2" letter	ing, providing Op	erator's name, si	te location, and emerg	ency telephone m	umbers		
Signed in complia	nce with 19.15.3.1	103 NMAC					
4. 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.							
		ed Recovery Inc.	Disposal Facil	ity Permit Numbe	er:	<u>NM-01</u>	-0006
Disposal Facility Na	ame:			Disposal Fac	cility Perm	it Number:	
 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 Subsection G of 19.15.17.13 NMAC 							
6.	- C				· <u></u>		
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.							
				-		-	-
					phone:		
For	m C-144 CLEZ	n-	Oil Conserva	tion Division			Page 1 of 3

7. OCD Approval: Permit Application (including closure plan) Closure point of the closure plan) Closure plan (including c	An (only) Approval Date: MAR 0 1 2013 OCD Permit Number:					
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: <u>11/21/2012</u>						
9. <u>Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:</u> 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 <i>will not</i> 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						
 <u>Operator Closure Certification</u>: 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): <u>Amy Avery</u>	Title: <u>Regulatory Technician</u>					
Signature: Amy Avery	Date: <u>02/26/13</u>					
e-mail address:aavery@concho.com	Telephone: <u>575-748-6962</u>					