State of New Mexico

HOBBS OCEnergy Minerals and Natural Resources

Form C-144 CLE July 21, 20

District II
1301 W. Grand Avenue, Artesia, NM 88210 MAR 1 5 2013 District III IVIAN I 5 20 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240

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

Department

For closed-loop systems that only use above ground steel tanks or haul-off bins and proposito implement waste removal for closure, submit to the appropriate NMOCD District Office.

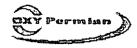
Closed-Loop System Permit or Closure Plan Application

(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
Type of action: 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 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 ordinance
1. Operator: 044 USA Inc. OGRID #: 16696
Address: P.O. Box 50250 Midland TX 79710
Facility or well name: Bluitt 24 Federal #2
API Number: 30041-2019 OCD Permit Number: 4125075
U/L or Qtr/Qtr B Section 24 Township 85 Range 37E County: Roosevett
Center of Proposed Design: Latitude 33.61257 Longitude 103.10356 NAD: 21927 1983
Surface Owner: Federal State Private Tribal Trust or Indian Allotment
2. 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)
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 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: Court Recover True, P.360 Disposal Facility Permit Number: WM-01-006
Disposal Facility Name: 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 I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC
i. 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.
Vame (Print): Duyid Stewart Title: Regulatory House
ignature: Date: 3413
mail address: devid_stewart@ory.com Telephone: 432-685-5717

Form C-144 CLEZ

Oil Conservation Division

OCD Approval: Permit Application (including closure plan) Closure	
OCD Representative Signature:) Approval Date: 3/15/20/3
Title: Compliance Office	OCD Permit Number: 105895
8. Closure Report (required within 60 days of closure completion): Subsection Instructions: Operators are required to obtain an approved closure plan prion The closure report is required to be submitted to the division within 60 days of section of the form until an approved closure plan has been obtained and the	r to implementing any closure activities and submitting the closure report. f the completion of the closure activities. Please do not complete this
	Closure Completion Date:
9. Closure Report Regarding Waste Removal Closure For Closed-loop System Instructions: Please indentify the facility or facilities for where the liquids, du 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 Yes (If yes, please demonstrate compliance to the items below) No	or in areas that will not be used for future service and operations?
Required for impacted areas which will not be used for future service and operation Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	alions:
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure belief. I also certify that the closure complies with all applicable closure require	
Name (Print):	Title:
Signature:	Date:
e-mail address:	Telephone:



New Mexico Drilling Daily Circulating System Inspection For Closed Loop Systems

Wellname:			Permit #:	<u> </u>	Rig Mobe Date:		
County:					Rig Demob	e Date:	
Inspection Date	Time	By Whom	Any drips or leaks from contained?* Explain.	n steel tanks, lines or	· pumps not	Has any hazardous waste be disposed of in system?	en
7. 7.7.3.40 American							
Colored Toward City and Annual Colored Toward Colored City and Annual Colored Colored City and Annual Colored Colored Colored City and Annual Colored							
							

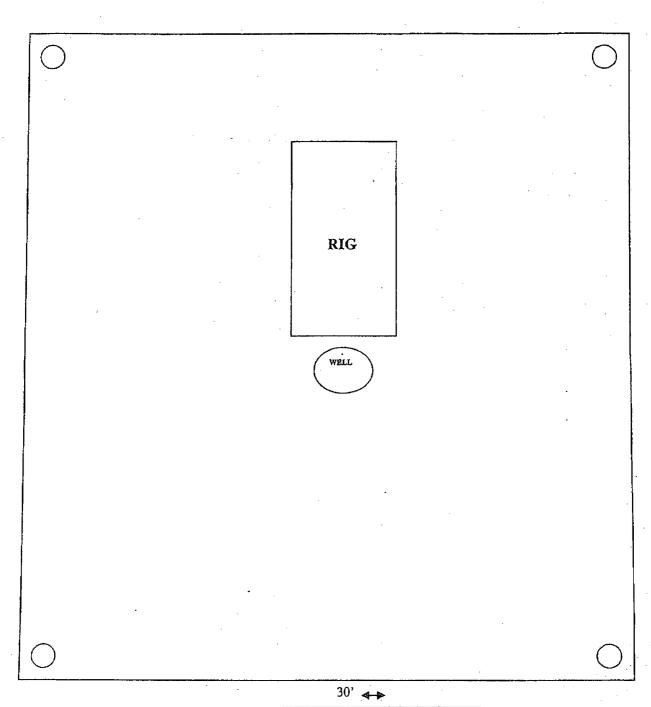
Page	 تهم	
raye	 UF	

NM Daily Circulating System Inspection - Closed loop REV 0 8/4/2008

All circulating systems to be inspected DAILY during drilling operations.

*Any leak of the steel tanks, lines or pumps shall be reported to the NMOCD and repaired within 48 hours.

C-144CLEZ P&A Attachment RIG LAY-OUT



STEEL PIT

15' 🛊