BC&D Operating, Inc.

P.O. Box 302 Hobbs, NM 88241

BC&D Operating, Inc. P.O. Box 302 Hobbs, NM 88241

September 30, 2025

New Mexico EMNRD
Oil Conservation Division
120 South St. Francis Drive
Santa Fe, NM 87505

RE: PERMIT 1RF-449 WEST JAL DEEP RECYCLING FACILITY (fSL2005255808)

To whom it may concern:

On behalf of BC&D Operating, Inc., we are writing in regards to West Jal Deep Recycling Facility Permit 1RF-449 expired on 2/7/2025. BC&D Operating, Inc. is providing a status update to this permit. The permit was never utilized and no construction has occurred. It is BC&D Operating, Inc desire for the permit to remain expired and no operations or construction will proceed forward pertaining to the permit.

If you have any questions concerning this change or would like to further discuss, you may contact Richard Hill or Donnie Hill President/Owner of BC&D Operating, Inc. at P.O. Box 302 Hobbs, NM 88241; (575) 390-7626.

Sincerely,

BC&D Operating, Inc.

K-H-

Richard Hill

Senior Vice President of Engineering

Rhill@wellconsultant.com

(405) 837-8147

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Form C-147

State of New Mexico
Energy Minerals and Natural Resources
Department Oil Conservation Division
1220 South St. Francis Dr.

Revised October 11, 2022
Servation Division
Francis Dr

Santa Fe, NM 87505 https://www.emnrd.nm.gov/ocd/ocd-e-permitting/

Recycling Facility Only				
Type of action: ☐ Permit ☐ Registration ☐ Modification ☒ Closure ☐ Other (explain)				
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: BC&D Operating Inc. (For multiple operators attach page with information) OGRID #: 25670				
Address: P.O. Box 302 Hobbs, NM 88241				
Facility or well name (include API# if associated with a well): West Jal Deep API 30-025-25046				
OCD Permit Number: IRF-449 (For new facilities the permit number will be assigned by the district office)				
U/L or Qtr/Qtr H Section 17 Township 25S Range 36E County: Lea				
Surface Owner: Federal State Private Tribal Trust or Indian Allotment				
2.				
Recycling Facility:				
Location of recycling facility (if applicable): Latitude 30 07 54.21N Longitude 103 16 50.99W NAD83				
Proposed Use: Drilling* Completion* Production* Plugging *				
*The re-use of produced water may NOT be used until fresh water zones are cased and cemented				
Other, requires permit for other uses. Describe use, process, testing, volume of produced water and ensure there will be no adverse impact on				
groundwater or surface water.				
☐ Fluid Storage				
☐ Above ground tanks ☐ Activity permitted under 19.15.17 NMAC explain type				
Activity permitted under 19.15.36 NMAC explain type: Other explain				
Closure Report (required within 60 days of closure completion): Recycling Facility Closure Completion Date:				
Variances: Justifications and/or demonstrations that the proposed variance will afford reasonable protection against contamination of fresh water, human health, and the environment. Check the below box only if a variance is requested: Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. If a Variance is requested, include the variance information on a separate page and attach it to the C-147 as part of the application. If a Variance is requested, it must be approved prior to implementation. 4. Operator Application Certification:				
I hereby certify that the information and attachments submitted with this application are true, accurate and complete to the best of my knowledge and belief.				
Name (Print): Richard Hill Title: SVP Engineering				
Signature: Date: 10/1/2025				
e-mail address: rhill@wellconsultant.com Telephone: 405-837-8147				
5.				
OCD Representative Signature: Victoria Venegas Approval/Registration Date: 10/28/2025				
Title: Environmental Specialist OCD Permit Number: 1RF-449				
Title: Environmental Specialist OCD Permit Number: 1RF-449 OCD Conditions Additional OCD Conditions on Attachment				

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD

Sent: Tuesday, October 28, 2025 2:37 PM **To:** 'hill.richie@gmail.com'; 'Richard Hill'

Subject: 1RF-449 - WEST JAL DEEP RECYCLING FACILITY [fSL2005255808]

Attachments: C-147 1RF-449 - WEST JAL DEEP RECYCLING FACILITY [fSL2005255808] 10.28.2025.pdf

1RF-449 - WEST JAL DEEP RECYCLING FACILITY [fSL2005255808]

Good afternoon Mr. Hill.

NMOCD has reviewed the closure request submitted by [25670] BC & D OPERATING INC, on 9/30/2025, Action ID **510853,** for 1RF-449 - WEST JAL DEEP RECYCLING FACILITY [fSL2005255808] in H-17-25S-36E, Lea County, New Mexico.

West Jal Deep Recycling Facility Permit IRF-449 expired on 2/7/2025. BC&D Operating, Inc. is providing a status update to this permit. The permit was never utilized, and no construction has occurred. It is BC&D Operating, Inc desire for the permit to remain expired and no operations or construction will proceed forward pertaining to the permit.

Please let me know if you have any questions or concerns. Regards,

Victoria Venegas • Senior Environmental Scientist EMNRD - Oil Conservation Division 506 W. Texas Ave. Artesia, NM 88210 575.909.0269 | Victoria.Venegas@emnrd.nm.gov Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 510853

CONDITIONS

Operator:	OGRID:
BC & D OPERATING INC.	25670
2702 N. Grimes ST B	Action Number:
Hobbs, NM 88240	510853
	Action Type:
	[C-147] Water Recycle Short (C-147S)

CONDITIONS

Created By	Condition	Condition Date
vvenegas	NMOCD has reviewed the closure request submitted by [25670] BC & D OPERATING INC, on 9/30/2025, Action ID 510853, for 1RF-449 - WEST JAL DEEP RECYCLING FACILITY [fSL2005255808] in H-17-25S-36E, Lea County, New Mexico. West Jal Deep Recycling Facility Permit IRF-449 expired on 2/7/2025. BC&D Operating, Inc. is providing a status update to this permit. The permit was never utilized, and no construction has occurred. It is BC&D Operating, Inc desire for the permit to remain expired and no operations or construction will proceed forward pertaining to the permit.	10/28/2025