<u>District I</u> 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 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 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 environment. Nor does approval relieve the operator of its responsibility to contain the containing of the cont	liability should operations result emply with any other applicable a	in pollution of surface water, ground water or the governmental authority's rules, regulations or ordinances.	
ı. Operator: Mcwbourne Oil Company	OGRID #:_	14744	
Address: PO Box 5270 Hobbs, NM 88241			
Facility or well name: Parkway 26 St Com #1			
API Number: _30-015-36650	OCD Permit Number:	212559	
U/L or Qtr/Qtr D Section 26 Township 198		County: Eddy	
Center of Proposed Design: Latitude	Longitude	NAD: □1927 □ 1983	
Surface Owner: Federal State Private Tribal Trust or Indian Allotment			
Z. Closed-loop System: Subsection H of 19.15 17.11 NMAC		entroyal of a permit or notice of intent) \ \ \P&A	
Operation: 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 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:			
5. 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:CRI	Disposal Facility I	Permit Number:NM01006	
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 a. Soil Backfill and Cover Design Specifications based upon the Re-vegetation Plan - based upon the appropriate requirements of Site Reclamation Plan - based upon the appropriate requirements	appropriate requirements of Su Subsection I of 19,15,17,13 NI	MAC	
6. 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.			
Signature: Packic Lathan	Date: _02/	/21/12	
e-mail address: lathan@mcwbourne.com	Tclophone: _5	75-393-5905	

02/21/2012 11:05 5753976252 PAGE 05/06

OCD Approval: Permit Application (including closure plan) [Closure Plan (only)		
OCD Representative Signature:	Approval Date: 02/21/2012	
Title: Dest & Syper	OCD Permit Number: Z/2559	
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:		
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 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.		
rme (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

