State of New Mexico District 1 1625 N French Dr., Hobbs, NM 8824

Minerals and Natural Resources

Form C-144 CLEZ July 21, 2008

District II 1301 W. Grand Avenue, Artesia, NM District III

1000 Rio Brazos Road, Aztec, NM 87410

MAY 29 2012 Oil Conservation Division 1220 South St. Francis Dr.

Department

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.

District IV 1220 S St Francis Dr., Santa Fe, NM NMOCD ARTESIAS anta Fe, NM 87505

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)

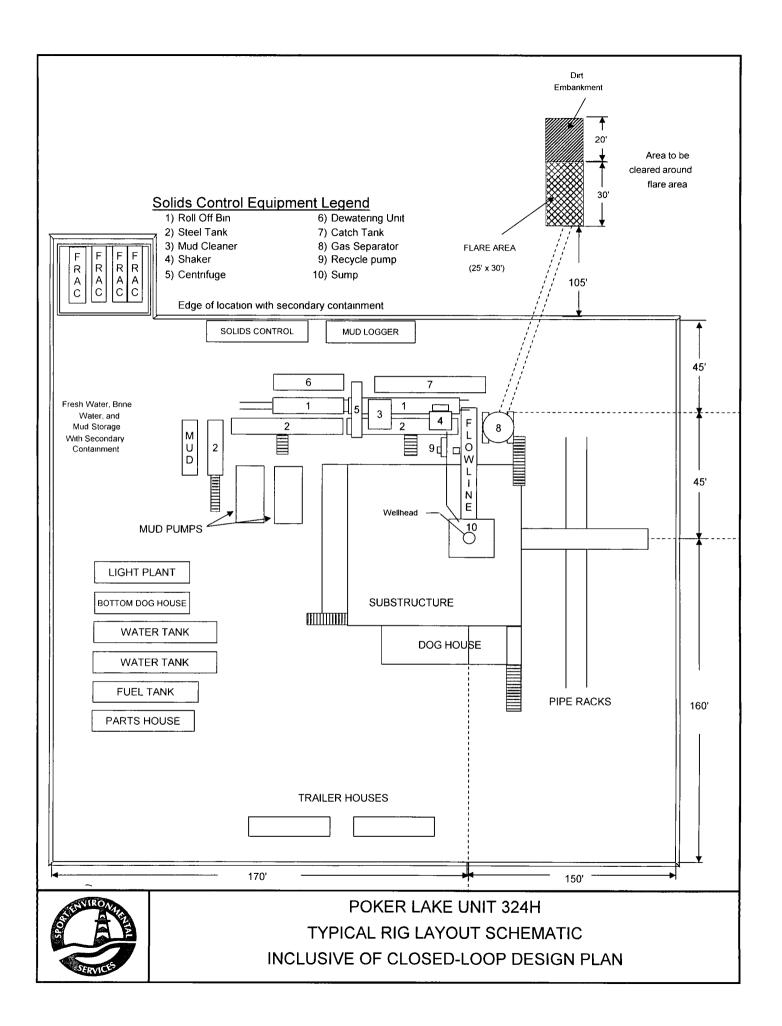
Type of action: Permit Closure

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 i	ts responsibility to comply with any other applicable governmental authority's rules, regulations or ordinan-	ces.	
Operator. BOPCO, L.P.	OGRID: 260737		
Address: P.O. Box 2760, Midland, Texas 79702			
Facility or well name: Poker Lake Unit 324H	2-120		
API Number: 30 · 015 · 40685	OCD Permit Number: 213429		
U/L or Qtr/Qtr E Section 23	Township 24 S Range 30 E County: Eddy		
Center of Proposed Design: Latitude N 32.204661	Longitude W 103.858253 NAD: ⊠1927 ☐ 1983		
Surface Owner: M Federal M State M Private M 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) P&A			
Above Ground Steel Tanks or Haul-off Bins 3.			
Signs: Subsection C of 19.15.17.11 NMAC			
212"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: Controlled Recovery, In	c Disposal Facility Permit Number: R-9166		
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 <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. 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.			
Name (Print). Speil Watkins	Title: Drilling Foreman	Ì	
Signature: Lil is Walk	ben Date: 5/21/2012		
e-mail address: CDWatkins@basspet.com	Telephone: (432) 683-2277		

OCD Approval: Permit Application (including closure plan) Closure P	lan (only)	
	Approval Date: 9/17/12	
OCD Representative Signature: Title:	OCD Permit Number: 213429	
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:		
Closure Report Regarding Waste Removal Closure For Closed-loop Systems Instructions: Please indentify the facility or facilities for where the liquids, drift 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 <i>will not</i> be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) \(\subseteq \) No		
Required for impacted areas which will not be used for future service and operated Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	ions	
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:		
e-mail address:	Telephone:	



BOPCO, L.P.
Poker Lake Unit #324H
Section 23, T-24-S, R-30-E
Eddy County, NM

API#

OPERATING AND MAINTENANCE PLAN

Closed Loop equipment will be inspected and monitored closely on a daily basis by each tour and any necessary maintenance performed. Any leak in the system will be repaired and/or contained immediately. Within 48 hours should a spill, release or leak occur, the NMOCD District II office in Artesia (575-748-1283) will be notified. Please note that notifications may be made earlier to the district office should a greater release occur. This is in accordance with the reporting requirements specified in NMOCD's Rule 116.

CLOSURE PLAN

During and after drilling operations, liquids (which apply), all drill cuttings and drilling fluids will be hauled and disposed of at CRI (Controlled Recovery Incorporated - Permit R-9166).