State of New Mexico

District I 1625 N. French Dr., Hobbs, NM 88240 OCT 2 1 2000 ergy Minerals and Natural Resources

Form C-144 CLEZ July 21, 2008

District II 1301 W. Grand Avenue, Artesia, NM 88210 District III
1000 Rio Brazos Road, Aztec, NM 87410 CD-ARTESIA il 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 propose to implement waste removal for closure, submit to the appropriate NMOCD District Office.

District IV 1220 S. St. Francis Dr., Santa 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: X Permit Closure

| Instructions: Please submit one application (Form C-144 CLEZ) per in closed-loop system that only use above ground steel tanks or haul-off bi  |  |  |
|--|--|--|
| Please be advised that approval of this request does not relieve the operator environment. Nor does approval relieve the operator of its responsibility to 1.  |  |  |
| Operator: Mewbourne Oil Company  | OGRID #:_14744   |  |
| Address: PO Box 5270 Hobbs, NM 88241   |  |  |
|  |  |  |
| Facility or well name: Empire 18 State #10  API Number: 30 · 0/5 · 36735   | OCD Permit Number:   |  |
| U/L or Qtr/Qtr I Section 18 Township 17S   |  |  |
| Center of Proposed Design: Latitude  | Longitude  | NAD: 🔲 1927 🔲 1983                             |
| Surface Owner: Federal State Private Tribal Trust or Indi  | ian Allotment  |  |
| Z Closed-loop System: Subsection H of 19.15.17.11 NMAC   |  |  |
| Operation: X 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, an   | nd emergency telephone numbers   |  |
| ⊠ Signed in compliance with 19.15.3.103 NMAC   |  |  |
| 4. Charles Contain Damit Application Attachange Charles Charles  | Sel-1015 17 0 N M A C  |  |
| Closed-loop Systems Permit Application Attachment Checklist: S<br>Instructions: Each of the following items must be attached to the ap   | Subsection B of 19.15.17.9 NMAC<br>oplication. Please indicate, by a check mark in the b                       | ox, that the documents are                     |
| attached.  ☐ Design Plan - based upon the appropriate requirements of 19.15.   |  |  |
| X Operating and Maintenance Plan - based upon the appropriate re-  | quirements of 19.15.17.12 NMAC   |  |
| Closure Plan (Please complete Box 5) - based upon the appropria  | ate requirements of Subsection C of 19.15.17.9 NMA   | AC and 19.15.17.13 NMAC                        |
|  | mber:  |  |
| Previously Approved Operating and Maintenance Plan API Nu  | mber:  |  |
| Waste Removal Closure For Closed-loop Systems That Utilize About Instructions: Please indentify the facility or facilities for the disposal facilities are required.   | ove Ground Steel Tanks or Haul-off Bins Only: (1<br>al of liquids, drilling fluids and drill cuttings. Use att | 9.15.17.13.D NMAC)<br>achment if more than two |
| Disposal Facility Name:CRI   | Disposal Facility Permit Number: R9  | 9166   |
| 1  | Disposal Facility Permit Number:W  |  |
| 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 of 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 requirement | e appropriate requirements of Subsection H of 19.15. f Subsection I of 19.15.17.13 NMAC                        | 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): Jackie Lathan  |  |  |
| Signature Lathan   | Date: _10/17/08  |  |
| e-mail address:ilathan@mewbourne.com   | Telenhone: 575-393-5905  | 0208632  |

| 7. OCD Approval: Permit Application (including closure plan) Closure P OCD Representative Signature: Title: DISTRICT II SUPERVISOR  | Approval Date: 10-22-08 OCD Permit Number: 0208632 |  |  |
|---|--|--|--|
| 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: |  |  |  |
|   | Closure completion bate.                           |  |  |
| 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 Permit Number:                   |  |  |
| Disposal Facility Name:   |  |  |  |
| 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.   |  |  |  |
| Name (Print):   | Title:   |  |  |
| Signature:  |  |  |  |
| e-mail address:   | Telephone:   |  |  |

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## OPERATING AND MAINTEN ANOTHERS

- The operator will maintain all liquids and solids within the closed loop system to prevent the contamination of fresh water and protect public health and environment. Rig personnel will inspect system each tour and report any leaks or spills as required. Leaks in system will be properly lixed immediately.
- 2. Solids and contaminated fluid will be hauled to the approved facilities as permitted and required.

Closed Loop System Design & Construction

