District I 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 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.

Form C-144 CLEZ

July 21, 2008

Closed-Loop System Permit or Closure Plan Application

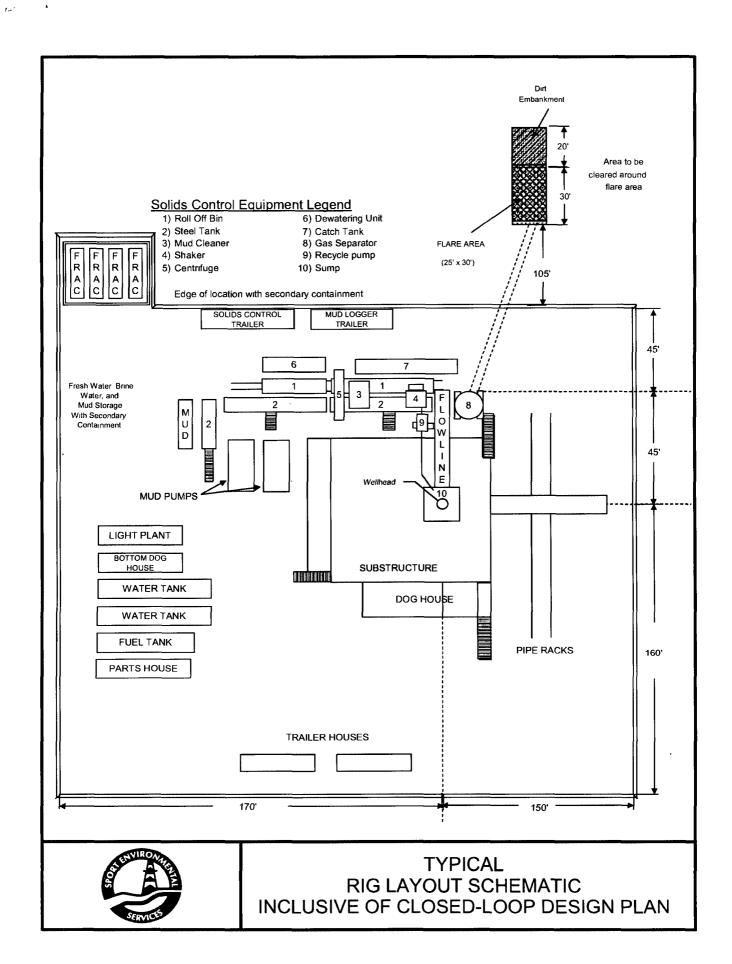
(that only use a	ibove ground stee	l tanks or haul-o	ff bins and	propose to implei	ment waste removal	for closure)

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

closed-loop system that only use above ground steel tanks or haul-off bins and propose to implement waste removal for cl	osure, 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 ordinances.						
Departor: BOPCO, L.P. OGRID #: 260737						
Address: P.O. BOX 2760 Midland, TX 79702						
Facility or well name: James Ranch Unit #105H	}					
API Number: 30.015.37064 OCD Permit Number:						
U/L or Qtr/Qtr F Section 36 Township 22-S Range 30-E County: EDI	PΥ					
Center of Proposed Design: Latitude 32 20' 56.98" Longitude 103 50' 18.95"	NAD: □1927 🗷 1983					
Surface Owner: Federal □ State □ Private □ Tribal Trust or Indian Allotment Tribal Trust or Indian Allotment						
2. Subsection II of 10 15 17 11 NMAC						
 \(\times \) Closed-loop System: Subsection H of 19.15.17.11 NMAC Operation: \(\times \) Drilling a new well \(\times \) Workover or Drilling (Applies to activities which require prior approval of a per approval of a per approval. 	mit or notice of intent) P&A					
Above Ground Steel Tanks or Haul-off Bins						
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						
4						
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC	de la contra de la comunicación					
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in attached.	ne box, that the documents are					
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:						
S. 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, INC. Disposal Facility Permit Number: I	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 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 G 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): Annette Childers — Title: Administrative Assisstant						
Signature Date: 2-4-08						
e-mail address: machilders@basspet.com Telephone: (432) 683-227	7					

OCD Approval: Permit Application (including closure plan) — Closure Plan (only)						
OCD Representative Signature: Acqui Koons	Approval Date: 02-11-09					
Title: DISTRICT N GEOLOGIST	OCD Permit Number: 0209104					
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 Permit Number:					
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) \(\Pi\) 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:	Date:					
e-mail address:	Telephone:					



BOPCO, L.P. James Ranch Unit #105H Section 36, T-22-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).