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.

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 hins and propose to implement waste removal for closure)

Santa Fe, NM 87505

Type of action: \square P		ovai joi ciosurej	
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 its responsibility to comply with any other applicable governmental authority in the predictions or drollnances.			
Operator BOPCO, L.P.	OGRID	JUL 26 2010	
Address P.O. Box 2760, Midland, Texas 79702		NMOCD ARTESIA	
Facility or well name. North Indian Flats "24" Federal, Well #10			
API Number. 30-015-38196 OCD Permit Number. 210806			
U/L or Qtr/Qtr K Section 24 Township 21 S	Range 28 E County Eddy		
Center of Proposed Design Latitude N 32.464516 Longitude	e W 104.042223	NAD □1927 □ 1983	
Surface Owner 🛮 Federal 🗌 State 🔲 Private 🔲 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			
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			
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:			
Freviously Approved Operating and Maintenance Plan API Number			
Waste Removal Closure For Closed-loop Systems That Utilize Above Groun			
Instructions: Please indentify the facility or facilities for the disposal of liquids facilities are required.	, drilling fluids and drill cuttings. Use	attachment if more than two	
Disposal Facility Name Controlled Recovery, Inc	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 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 I of 19.15 17 13 NMAC			
Ste Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15 17.13 NMAC			

Operator Application Certification:

Name (Print)

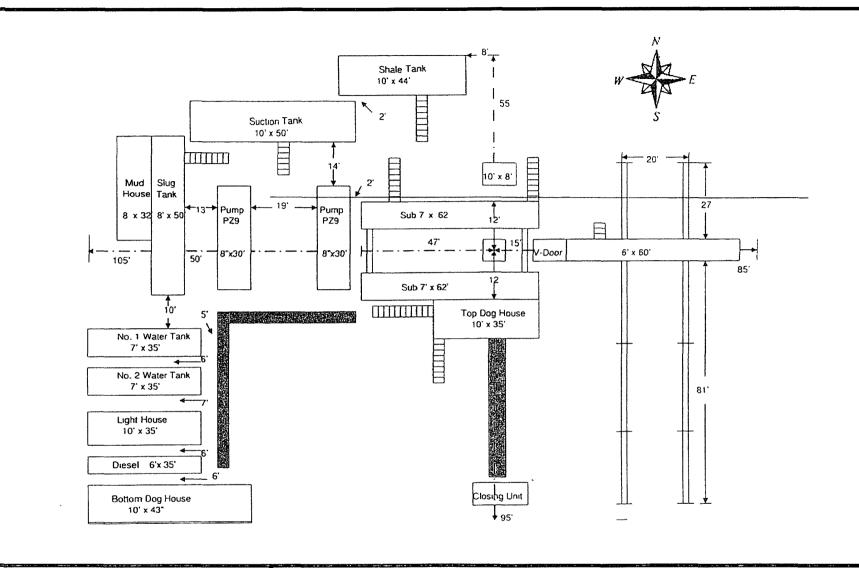
e-mail address

Signature

I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief

Telephone (432) 683-2277

OCD Approval: Permit Application (including doctre plan) Closure Pl OCD Representative Signature: Title:	Approval Date: 9/27/2010 OCD Permit Number: 210806		
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 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) No			
Required for impacted areas which will not be used for future service and operation Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	ons		
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.		





McVAY DRILLING RIG NO.5
RIG LAYOUT SCHEMATIC
INCLUSIVE OF CLOSED-LOOP DESIGN PLAN

BOPCO, L.P.
North Indian Flats "24" Federal, Well #10
Section 24, T-21-S, R-38-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)



SPORT ENVIRONMENTAL SERVICES

502 N. Big Spring Street, Midland, Texas 79701 Business: 432.683.1100 Fax: 888.500.0622

JUL 26 2010
NMOCD ARTESIA

July 21, 2010

Mr. Randy Dade State of New Mexico Oil Conservation Division 1301 W. Grand Avenue Artesia, NM 88210

Re: NMOCD Form C-144 CLEZ

BOPCO, L.P.

North Indian Flats "24" Federal, Well #10

Section 24, T-21-S, R-28-E Eddy County, New Mexico

Dear Randy,

Enclosed please find NMOCD Form C-144 CLEZ and associated documents for the aforementioned site.

If you have any questions or comments with regard to this matter, please contact me at my office (432.683.1100)

Sincerely,

Tasha Finley

Regulatory Compliance Manager

Enclosure: Form C-144 CLEZ

cc. BOPCO, L.P. P. O. Box 2760 Midland, TX 79702