District I. 1625 Na 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

9154

(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)

Type of action: Permit X 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 its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances Operator XTO ENERGY INC. OGRID # 5380 Address: 382 CR 3100 AZTEC, NM 87410 Facility or well name SCHWERDTFEGER 21 #2 API Number. 30-045-32277 OCD Permit Number U/L or Qtr/Qti E Section 21 Township 27N Range 11W County SAN JUAN Center of Proposed Design Latitude 36.56417 Longitude 108.01500 NAD 1927 1983 Surface Owner X Federal State Private Tribal Trust or Indian Allotment X 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 of 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 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 RCVD NOV 2 1 1 Previously Approved Design (attach copy of design) API Number OIL COMS. DIV. Previously Approved Operating and Maintenance Plan DIST. 3 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 Permit Number _____ Disposal Facility Name _ 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 Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15 17 13 NMAC 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) _

Signature _____e-mail address __

____ Date

OCD'Approval: Permit Application (including closure pkin) Closure Plan (only)
OCD Representative Signature: Approval Date: 1/02/20(
Title: Compliance Office () OCD Permit Number:
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: 10/24/2011
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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 NameIEI Disposal Facility Permit NumberNM01-0010B
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) Boil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique
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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) DOLENA JOHNSON Title REGULATORY COMPLIANCE TECHNICIAN
Signature Daloa Cohuson Date 11/01/2011
e-mail address dee johnson@xtoenergy.com Telephone 505-333-3100